School Jurisdictions

Audited Financial Statements
For the Year Ended August 31, 2004

Section 1
Almadina School Society
to Evergreen Catholic Separate
Regional Division No. 2

Alberta

2005
Alberta Centennial

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School Jurisdictions

Audited Financial Statements
For the Year Ended August 31, 2004

Section 1
Almadina School Society
to Evergreen Catholic Separate
Regional Division No. 2

Alberta
2005
Alberta Centennial

School Jurisdictions Audited Financial Statements
For the Year Ended August 31, 2004 - Section 1

Alberta
EDUCATION

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School Jurisdictions
Audited Financial Statements

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Section II of this report is published under separate cover. It provides the audited financial statements for the year ended August 31, 2004 submitted by school jurisdictions whose legal name begins with the letters F through to M inclusive.

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Section III of this report is published under separate cover. It provides the audited financial statements for the year ended August 31, 2004 submitted by school jurisdictions whose legal name begins with the letters N through to Z inclusive.

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School Jurisdiction Code 6021

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Almadina School Society
Legal Name of School Jurisdiction

411 - 11 Avenue SE Calgary AB T2G 0Y5
Mailing Address

Phone: (403) 543 - 5070 Fax: (403) 543- 5073
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Almadina School Society
(Legal Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Nasser Kadri
Name

"ORIGINAL SIGNED"
Signature

SUPERINTENDENT

Pier DePaola Phd.
Name

"ORIGINAL SIGNED"
Signature

SECRETARY TREASURER OR TREASURER

Aamein Huq, CA.
Name

"ORIGINAL SIGNED"
Signature

28-Nov-04
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 **FAX:** (780) 422-6996

DAVID G. MARSHALL PROFESSIONAL CORPORATION

Chartered Accountant
Suite 501, 609 - 14th Street N.W.
CALGARY, ALBERTA T2N 2A1
(403) 228-3395
FAX (403) 228-9064

Auditor's Report

To the Board of Directors
Almadina School Society

I have audited the statement of financial position of the Almadina School Society as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, its cash flows, its net assets and its capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, presents fairly, in all material respects, in relation to the basic financial statements taken as a whole.

The comparative figures were reported on by another chartered accountant.

David G. Marshall
Professional Corporation
Chartered Accountant

Calgary, Alberta
November 26, 2004

School Jurisdiction Code: 6021

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$317,729	$225,930
Accounts receivable (net after allowances)		$164,104	$84,868
Prepaid expenses		$33,943	$18,778
Other current assets		$15,605	$17,693
Total current assets		$531,381	$347,269
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$0		
Less: accumulated amortization	$0	$0	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$0	$0
TOTAL ASSETS		$531,381	$347,269
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$80,467	$164,266
Deferred revenue		$0	$20,816
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$80,467	$185,082
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$0	$0
	Less: Current portion of supported debt	$0	$0
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$80,467	$185,082
NET ASSETS			
Unrestricted net assets		$424,217	$135,490
Operating Reserves		$26,697	$26,697
Accumulated Operating Surplus (Deficit)		$450,914	$162,187
Investment in capital assets		$0	$0
Capital Reserves		$0	$0
Total Capital Funds		$0	$0
Total net assets		$450,914	$162,187
TOTAL LIABILITIES AND NET ASSETS		$531,381	$347,269

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 6021

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$3,208,614	$2,769,937	$2,652,606
Alberta Infrastructure	$933,176	$865,044	$864,518
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$0	$0	$0
Transportation fees	$32,940	$27,000	$24,620
Other sales and services	$0	$0	$0
Investment income	$5,131	$2,000	$5,963
Gifts and donations	$0	$0	$11
Rentals of facilities	$0	$0	$0
Net school generated funds	$0	$0	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$4,179,861	$3,663,981	$3,547,718
EXPENSES			
Certificated salaries	$1,840,986	$1,521,784	$1,528,216
Certificated benefits	$185,673	$223,301	$181,604
Uncertificated salaries and wages	$304,487	$203,701	$219,182
Uncertificated benefits	$47,247	$30,157	$15,897
Services, contracts and supplies	$1,512,741	$1,674,053	$1,470,612
Net school generated funds	$0	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Amortization of capital assets	$0	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$3,891,134	$3,652,996	$3,415,511
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$288,727	$10,985	$132,207
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$288,727	$10,985	$132,207

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 6021

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$288,727	$132,207
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$0	$0
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($79,236)	($76,469)
Prepaids and other current assets	($13,077)	$45,520
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($83,799)	$59,941
Deferred revenue	($20,816)	$20,816
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$91,799	$182,015
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$0	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	$91,799	$182,015
Cash Equivalents at the beginning of the year	$225,930	$43,915
Cash Equivalents at the end of the year	$317,729	$225,930

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code 6021

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$162,187	$0	$135,490	$26,697	$0	$0	$26,697	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$162,187	$0	$135,490	$26,697	$0	$0	$26,697	$0	$0	$0	$0	$0	$0	$0
Surplus(defi) of revenue over expenses	$288,727		$288,727											
Board funded capital transactions		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		$0	$0											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$450,914	$0	$424,217	$26,697	$0	$0	$26,697	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 6021

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2004		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Almadina School Society

Notes to the Financial Statements

August 31, 2004

Note 1 **Authority and Purpose**

Almadina School Society (the "Society") is incorporated under the Society' s Act of Alberta. The Society applied and obtained a charter to operate a public school under the Part 2, Division 2.1 of the School Act of Alberta. Almadina Charter School offers educational program from grades 1 to 9 with special emphasis on English as Second Language.

The Society is a registered charitable organization and, therefore, is exempt from income tax and may issue tax deductible receipts for donations.

Note 2 **Summary of Significant Accounting Policies**

The financial statements of the Society have been prepared in accordance with generally accepted accounting principles.

Revenue

Instruction and support allocations are recognized in the year to which they relate.

Other grants and fees are recognized when earned.

Vacation Pay

Vacation pay is recorded when earned.

Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year, which will be consumed subsequent to the year-end, are recorded as prepaid expenses.

Financial Instruments

Society's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair market values of these instruments approximates their carrying values. The Society invests surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

Pension Plan

The Society's certificated employees are required to contribute to the Teachers' Retirement Fund, a multi-employer pension plan. Although this is a defined benefit plan, any experience gains or losses determined by actuarial valuations are the responsibility of the Province of Alberta and these employees. Accordingly, no disclosure has been made in these financial statements relating to the effects of participation in the pension plan by the Society's employees.

Note 3 Accounts Receivable (Net after allowances)

	2004	2003
Trade receivable	$ 1,130	$ 346
Grants from Province	162,974	61,828
GST refund	15,605	17,674
Others		5,000
	$ 179,709	$ 84,848

Note 4 Accounts payable and accrued liabilities

	2004	2003
Trade payable	$ 69,397	$ 118,408
Accrued payable	7,938	45,658
Others	2,975	200
	$ 80,310	$ 164,266

Note 5 Deferred Revenue

	2004	2003
Technology Integration	$ -	$ -
One Time Funding 2003-04		20,816
	$ -	$ 20,816

Note 6 Related Party Transactions

Calgary Board of Education

The Society rents the school facility from the Calgary Board of Education (the "Board") on a 12 month fixed term rental agreement. Board also does some repairs and maintenance to the building. During the year the Society is showing the following amounts in the accounts :

Expenses

	2004	2003
Rent	$ 629,137	$ 629,137
Repairs	7,407	7,364
	$ 636,544	$ 636,501
Accounts payable	$ 63,614	$ 98,903

Note 6 **Related Party Transactions (Continued from previous page)**

Employees

Two employees are related to the chairman of the Board of the Society. These employees are employed under contracts common to employees of the Society. Amounts paid to and paid on their behalf are reflected in the statements of revenue and expenses as follows:

	2004	2003
Certificated salaries	$ 60,901	$ 51,766
Certificated benefits	6,699	6,152
Uncertificated salaries and wages	30,876	28,588
Uncertificated benefits	3,396	2,073
	$ 101,872	$ 88,579

Note 7 **Budget Amount**

The budget was prepared by School management and, approved by the Board of the Society on June 24, 2003. It is presented for information purposes only and has not been audited.

Note 8 **Subsequent Event**

The Calgary Board of Education (the "Board") has sold the Victoria School property (the"property") in 2003. For the school year 2003/2004, the Society was subleasing the property from the Board. According to Alberta Government's understanding, the Board has to move the School to a property to accommodate total number of students as specified in the charter. In 2004/4005, the Board at own costs move the Elementory part (Grade Early Childhood to grade 6) of the School to Mountain View school in south east Calgary. As Mountain View was not big enough, Junior High (grade 7 to 9) had to stay at Victoria Scool for one more year.

Alberta Government is looking for a property close to Mountain View to accommodate the Junior High classes.

The above moves and two locations will effect the costs to increase. However, at this moment the amount is not determinable.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$2,676,162	$126,939	$2,549,223						
(2) Support block	$412,892				$228,028			$184,864	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$49,560	$2,280	$47,280						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$70,000	$3,521	$62,787					$3,692	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$3,208,614	$132,740	$2,659,290	$0	$228,028			$188,556	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$0			$0					
(13) Operations & Maintenance support	$917,932			$917,932					
(14) Operations & Maintenance support (One-Time)	$15,244			$15,244					
(15) **Total Alberta Infrastructure Revenue**	$933,176			$933,176					
(16) **Alberta Finance**	$0			$0					$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$0	$0	$0						
(23) **Transportation fees**	$32,940				$32,940				
(24) **Other sales and services**	$0	$0	$0	$0	$0			$0	$0
(25) **Investment income**	$5,131	$0	$0	$0	$0			$5,131	$0
(26) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$0	$0	$0	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) TOTAL REVENUES	$4,179,861	$132,740	$2,659,290	$933,176	$260,968			$193,687	$0
EXPENSES									
(32) **Certificated salaries**	$1,840,986	$89,587	$1,657,486				$93,913	$93,913	$0
(33) **Certificated benefits**	$185,673	$11,350	$174,323				$0	$0	$0
(34) **Uncertificated salaries and wages**	$304,487	$2,722	$259,528	$0	$0	$0	$42,237	$42,237	$0
(35) **Uncertificated benefits**	$47,247	$299	$46,948	$0	$0	$0	$0	$0	$0
(36) **SUB - TOTAL**	$2,378,393	$103,958	$2,138,285	$0	$0	$0	$136,150	$136,150	$0
(37) **Services, contracts & supplies**	$1,512,741	$9,726	$241,430	$810,949	$421,221	$10,590	$18,825	$29,415	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$0	$0	$0	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$3,891,134	$113,684	$2,379,715	$810,949	$421,221	$10,590	$154,975	$165,565	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$288,727	$19,056	$279,575	$122,227	($160,253)			$28,122	$0

School Jurisdiction Code: 6021

SCHEDULE B to the AFS

INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$1,405,057	$182,401	$0	$52,028	$0	$18,000	$0	$1,657,486
Certificated benefits	$154,008	$14,592	$0	$5,723	$0	$0	$0	$174,323
Uncertificated salaries and wages	$147,703	$84,963	$0	$0	$18,406	$8,456	$0	$259,528
Uncertificated benefits	$37,423	$6,570	$0	$0	$2,025	$930	$0	$46,948
SUB - TOTAL REMUNERATION	$1,744,191	$288,526	$0	$57,751	$20,431	$27,386	$0	$2,138,285
Services, contracts & supplies	$174,932	$30,486	$0	$5,250	$0	$30,762	$0	$241,430
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$0							$0
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$1,919,123	$319,012	$0	$63,001	$20,431	$58,148	$0	$2,379,715
FTE Certificated				1.0	0.0			
FTE Uncertificated				0.0	0.9			

SCHEDULE C to the AFS

INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$2,066,030	$110,067	$0	$0	$2,176,097	$1,571,338	$604,759
School Admin & Instruction Support Expenses						$319,012	($319,012)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$2,066,030	$110,067	$0	$0	$2,176,097	$1,890,350	$285,747
Sub-Programs & Initiatives							
Severely Disabled	$26,764	$0	$0		$26,764	$20,431	$6,333
English as a Second Language	$336,352				$336,352	$287,142	$49,210
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$17,031				$17,031		$17,031
Teacher Assistants Program	$13,679				$13,679	$51,788	($38,109)
Early Literacy Initiative (K-2)	$28,510				$28,510	$34,182	($5,672)
Learning Resources Credit & Resources for the Classroom	$19,707	$0	$0		$19,707	$19,707	$0
Technology Integration	$40,924		$0		$40,924	$57,434	($16,510)
French Language Program & Francisation (all jurisdictions)	$226		$0		$226	$18,681	($18,455)
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$483,193		$0		$483,193	$489,365	($6,172)
INSTRUCTION, GRADES 1-12	$2,549,223	$110,067	$0	$0	$2,659,290	$2,379,715	$279,575

School Jurisdiction Code: 6021

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$2,635,238
Support Block - Transportation	$228,028
SUBTOTAL	$2,863,266
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$917,932
Teacher Salary Enhancement	$70,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$0
Interest on investments	$5,131
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$0
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$3,856,329**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$231,380
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	51,000	$231,380
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$231,380**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$165,565
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$165,565
Maximum Expense Limit for Board & System Administration (Step 3)	$231,380
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$65,815

School Jurisdiction Code: 6021

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$0	
Less: SGF - related cost recoveries (Note 3)	$0	
- capitalized at the District level (Note 4)	$0	
Net Total	$0	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$0
Net SGF Available for discretionary spending		$0
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$0
Unexpended SGF - Closing Balance August 31, 2004		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 6021

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$85,806	$17,192	$0	$0	$629,138	$732,136		$732,136
Supplies	$0	$0	$0	$0	$0	$0		$0
Electricity			$32,647			$32,647		$32,647
Natural Gas/Heating Fuel			$39,933			$39,933		$39,933
Sewer and Water						$0		$0
Telecommunications			$1,350			$1,350		$1,350
Insurance					$4,883	$4,883		$4,883
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$85,806	$17,192	$73,930	$0	$634,021	$810,949	$0	$810,949
SQUARE METRES								
School Buildings								5,847.1
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 6021

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Nasser Kardi	1.0	$0	$0	$1,094			$1,094	$0
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Abdul-Rahim Hage-Ahmed	1.0	$0	$0	$280			$280	$0
Name	Jamil Ajram	1.0	$0	$0	$420			$420	$0
Name	Safa Ismail	1.0	$0	$0	$735			$735	$0
Name	Asad Abbas	1.0	$0	$0	$490			$490	$0
Name	Adnan Alawadi	1.0	$0	$0	$700			$700	$0
Name	Dleir Mohaaed Pasha	1.0	$0	$0	$560			$560	$0
Name	Issa Mosa	1.0	$0	$0	$245			$245	$0
Name	Ilias Louati	1.0	$0	$0	$210			$210	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*9.0*	*$0*	*$0*	*$4,734*			*$4,734*	*$0*
Superintendent		1.0	$93,913	$0	$0	$0	$0	$93,913	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		1.0	$36,000	$0	$0	$0	$0	$36,000	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		1.0	$6,237	$0	$0	$0	$0	$6,237	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		31.5	$1,687,073	$185,673	$0	$0	$60,000	$1,932,746	
Uncertificated Salaries & Wages		10.5	$262,250	$47,247	$0	$0	$0	$309,497	
TOTALS			**$2,085,473**	**$232,920**	**$4,734**	**$0**	**$60,000**	**$2,383,127**	

Note: Employed or contracted out. Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 2125

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Aspen View Regional Division No. 19
Legal Name of School Jurisdiction

3600 - 48 Avenue Athabasca, Alberta T9S 1M8
Mailing Address

Phone: (780) 675-7080 Fax: (780) 675-3660
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Aspen View Regional Division No. 19 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Mr. David Dacyk	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
Mr. Rudi Grab, PhD	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
Mr. Dave Holler	"ORIGINAL SIGNED"
Name	Signature

7-Dec-04
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Wilde & Company
CHARTERED ACCOUNTANTS

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AUDITORS' REPORT

To the Board of Trustees
Aspen View Regional Division No. 19

We have audited the statement of financial position of the Aspen View Regional Division No. 19 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the school division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Vegreville, Alberta
October 28, 2004

Wilde & Company
Chartered Accountants

School Jurisdiction Code: 2125

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003 Restated
ASSETS			
Current assets			
Cash and temporary investments		$1,592,076	$2,363,877
Accounts receivable (net after allowances)		$1,619,043	$1,317,119
Prepaid expenses		$297,639	$258,878
Other current assets		$3,000,000	$2,000,000
Total current assets		$6,508,758	$5,939,874
School generated assets		$472,770	$483,818
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments			
Capital assets			
Land		$317,785	$317,785
Buildings	$30,157,568		
Less: accumulated amortization	($17,467,352)	$12,690,216	$13,720,343
Equipment	$1,396,716		
Less: accumulated amortization	($396,672)	$1,000,044	$723,650
Vehicles	$688,482		
Less: accumulated amortization	($506,535)	$181,947	$189,392
Total capital assets		$14,189,992	$14,951,170
TOTAL ASSETS		$21,171,520	$21,374,862
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,331,086	$1,842,291
Deferred revenue		$698,085	$688,704
Deferred capital allocations		$385,938	$0
Current portion of all long term debt		$744,295	$593,021
Total current liabilities		$4,159,404	$3,124,016
School generated liabilities		$472,770	$483,818
Trust liabilities		$0	$0
Employee future benefits liability		$209,523	$182,955
Long term debt			
Supported:	Debentures and other supported debt	$3,963,093	$4,556,114
	Less: Current portion of supported debt	($565,931)	($593,021)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$763,111	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($178,364)	$0
Unamortized capital allocations		$8,333,309	$8,564,945
Total long term liabilities		$12,997,511	$13,194,811
TOTAL LIABILITIES		$17,156,915	$16,318,827
NET ASSETS			
Unrestricted net assets		$354,112	$575,703
Operating Reserves		$2,034,622	$2,555,220
Accumulated Operating Surplus (Deficit)		$2,388,734	$3,130,923
Investment in capital assets		$1,130,479	$1,830,112
Capital Reserves		$495,392	$95,000
Total Capital Funds		$1,625,871	$1,925,112
Total net assets		$4,014,605	$5,056,035
TOTAL LIABILITIES AND NET ASSETS		$21,171,520	$21,374,862

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2125

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$25,386,815	$24,559,051	$25,729,072
Alberta Infrastructure	$2,846,963	$2,294,568	$3,637,046
Alberta Finance	$403,380	$1,100,000	$471,656
Other Government of Alberta	$74,348	$45,000	$48,441
Federal Government and/or First Nations	$715,984	$350,000	$449,227
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$281,860	$215,155	$264,230
Transportation fees	$0	$0	$0
Other sales and services	$597,846	$1,122,032	$627,072
Investment income	$127,965	$160,000	$205,202
Gifts and donations	$27,337	$5,500	$13,649
Rentals of facilities	$48,155	$54,600	$173,771
Net school generated funds	$822,596	$1,000,000	$1,022,520
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$748,906	$750,741	$750,741
Total Revenues	$32,082,155	$31,656,647	$33,392,627
EXPENSES			
Certificated salaries	$14,120,832	$13,907,867	$13,845,207
Certificated benefits	$1,423,505	$1,456,479	$1,471,433
Uncertificated salaries and wages	$5,181,769	$4,066,193	$4,879,618
Uncertificated benefits	$1,034,690	$835,038	$960,934
Services, contracts and supplies	$8,909,519	$8,673,576	$9,382,752
Net school generated funds	$822,596	$1,000,000	$1,022,520
Capital and debt services			
Amortization of capital assets			
Supported	$748,906	$750,741	$750,741
Unsupported	$365,942	$418,729	$342,265
Total Amortization of capital assets	$1,114,846	$1,169,470	$1,093,006
Interest on capital debt			
Supported	$403,380	$500,000	$471,656
Unsupported	$0	$0	$0
Total Interest on capital debt	$403,380	$500,000	$471,656
Other interest charges	$0	$0	$3,411
Losses on disposal of capital assets	$112,446	$0	$0
Total Expenses	$33,123,585	$31,608,623	$33,130,537
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($1,041,430)	$48,024	$262,090
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($1,041,430)	$48,024	$262,090

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2125

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($1,041,430)	$262,090
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($748,906)	($750,741)
Total amortization expense	$1,114,848	$1,093,006
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$112,446	$0
Changes in accrued accounts:		
Accounts receivable	($301,924)	($588,133)
Prepaids and other current assets	($1,038,761)	$5,008,361
Long term accounts receivable	$0	
Long term investments	$0	$0
Payables and accrued liabilities	$488,795	$163,813
Deferred revenue	$9,381	($1,939,594)
Employee future benefits	$26,568	$54,332
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,378,983)	$3,303,134
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	($2,174,313)
Equipment	($909,917)	($398,326)
Vehicles	($32,342)	($79,246)
Net proceeds from disposal of capital assets	$786,330	$0
Other (describe) supported proceeds -added to Def. Capital All	($385,938)	$0
Total sources (uses) of cash from Investing activities	($541,867)	($2,651,885)
C. FINANCING ACTIVITIES		
Capital allocations received	$385,938	$606,663
Issue of long term debt	$763,111	$0
Repayment of long term debt	($593,021)	($643,143)
Add back: supported portion	$593,021	$643,143
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$1,149,049	$606,663
Net sources (uses) of cash equivalents* during year	($771,801)	$1,257,912
Cash Equivalents at the beginning of the year	$2,363,877	$1,105,965
Cash Equivalents at the end of the year	$1,592,076	$2,363,877

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2125

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$5,056,035	$1,830,112	$575,703	$2,650,220	$2,475,220	$0	$0	$95,000	$80,000	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$5,056,035	$1,830,112	$575,703	$2,650,220	$2,475,220	$0	$0	$95,000	$80,000	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	($1,041,430)		($1,041,430)											
Board funded capital transactions		$179,147	($179,147)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0													
Amortization of capital assets		($1,114,848)	$1,114,848											
Amortization of capital allocations		$748,906	($748,906)											
Disposal of unsupported capital assets	$0	($479,222)	$109,222	$370,000		$370,000				$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	($33,616)	$3,224			$0		$30,392		$0		$0		$0
Debt principal payments (unsupported)		$0												
Net transfers to operating reserves			($142,720)	$142,720	$142,720		$0		$0		$0		$0	
Net transfers from operating reserves			$663,318	($663,318)	($583,318)		$0		($80,000)		$0		$0	
Net transfers to capital reserves			$0	$0		$0				$0		$0		$0
Net transfers from capital reserves			$0	$0		$0				$0		$0		$0
Balance at August 31, 2004	$4,014,605	$1,130,479	$354,112	$2,499,622	$2,034,622	$370,000	$0	$125,392	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 2125

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$0	$8,564,945
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$385,938	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$593,021
Expended capital allocations - current year			$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$75,751
Capital allocations amortized to revenue			$748,906
Balance at August 31, 2004		$385,938	$8,333,309

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

1. AUTHORITY AND PURPOSE

The school jurisdiction delivers education programs under the authority of the School Act, revised statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The school jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis at the following rates:
Buildings - 2.5 to 10%
Equipment - 20%
Vehicles - 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Aspen View Regional Division No. 19 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $267,270 for the year ended August 31, 2004. At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410,987,000 (2002 deficiency of $444,980,000).

f) Inventories

Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Financial Instruments

The jurisdiction's financial instruments consist of cash, marketable securities, accounts receivable, accounts payable, accrued liabilities and long term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

i) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

j) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board, to ensure that certain programs such as kindergarten, lunch services and the raising of school generated funds are delivered. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

k) Employee Future Benefits

The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2004, the recorded obligation is $209,523 (2003 - $182,955). The total expense recorded in the financial statements is $26,568 (2003 - $54,332).

l) Investments

Investments are recorded at the lower of cost and market value.

3. ACCOUNTS RECEIVABLE

	2004	2003
Provincial government grants	$ 1,445,153	$ 1,059,841
Federal government	134,299	195,262
Other accounts receivable	39,591	62,016
	$ 1,619,043	$ 1,317,119

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value 2004	Net Book Value 2003
Land	$ 317,785	$ ---	$ 317,785	$ 317,785
Buildings	30,157,568	(17,467,352)	12,690,216	13,720,343
Equipment	1,396,716	(396,672)	1,000,044	723,650
Vehicles	688,482	(506,535)	181,947	189,392
	$ 32,560,551	$ (18,370,559)	$ 14,189,992	$ 14,951,170

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2004	2003
Due to Province	$ 296,685	$ 338,039
Other trade payables and accrued liabilities	2,034,401	1,504,252
	$ 2,331,086	$ 1,842,291

6. DEFERRED REVENUE

	2004	2003
Infrastructure maintenance and modernization programs	$ 281,493	$ 244,355
Alberta Learning funding	352,633	362,036
Alberta initiative for school improvement	-	32,580
Student health initiative trust	-	15,398
Other	63,959	34,335
	$ 698,085	$ 688,704

7. LONG TERM DEBT

Debenture Debt - Supported

The debenture debt bears interest at rates varying between 6.875% and 13.125%. The debenture debt is fully supported by Alberta Finance. The current portion of long term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	2004	2003
Debentures	$ 3,963,093	$ 4,556,114
Less current portion of debt	565,931	593,021
	$ 3,397,162	$ 3,963,093

School Year	Principal	Interest	Total
2004-2005	$ 565,931	$ 384,240	$ 950,171
2005-2006	442,338	325,894	768,232
2006-2007	438,049	282,080	720,129
2007-2008	438,049	238,678	676,727
2008-2009	400,143	195,276	595,419
2010 to maturity	1,678,583	457,246	2,135,829
	$ 3,963,093	$ 1,883,414	$ 5,846,507

8. LONG TERM CAPITAL LEASE OBLIGATION

Capital Lease - Unsupported

The school jurisdiction has entered into a five year capital lease obligation with Xerox for the lease of photocopiers throughout the school jurisdiction. The lease commenced July 1, 2004 and expires June 30, 2009. The annual payments of $256,000 plus GST consists of the following components: annual copier charge of $81,690 (based on 9,725,000 copies at $.0084 per copy) and a blended capital lease payment of $178,364 bearing interest at 8.15%. The blended capital lease payments are due over the next five years as follows:

	2004	2003
Capital lease obligation	$ 763,111	$ -
Less current portion of debt	178,364	-
	$ 584,747	$ -

School Year	Principal	Interest	Total
2004-2005	$ 178,364	$ -	$ 178,364
2005-2006	128,886	49,478	178,364
2006-2007	139,792	38,572	178,364
2007-2008	151,620	26,744	178,364
2008-2009	164,449	13,915	178,364
	$ 763,111	$ 128,709	$ 891,820

9. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the jurisdiction, but the related expenditure has not yet been made at year end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account.

	Opening	Grants and interest received and receivable	Transfer to unamortized capital allocations	Closing
Boyle School	$ -	$ -	$ -	$ -
Interest earned-unexpended funds	-	-	-	-
Proceeds-sale of supported asset	-	385,938	-	385,938
Balance, end of year	$ -	$ 385,938	$ -	$ 385,938

10. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully supported debentured capital funds, as the principal is repaid.

	2004	**2003**
Consisting of:		
Opening balance	$ 8,564,945	$ 6,538,693
Transfer from deferred capital allocations - Note 9	-	2,133,850
Supported debenture loan principal repayments	593,021	643,143
Less capital allocation for amortization	(748,906)	(750,741)
Less unamortized capital affected by sale of supported assets	(75,751)	-
	$ 8,333,309	$ 8,564,945

11. OPERATING RESERVES

	Opening	(Appropriated) Transfer from operating revenues	(Used) Transfer to operating revenues	Closing
Instruction - schools	$ 747,363	$ 142,720	$ (451,836)	$ 438,247
Instruction - general	1,000,000	---	---	1,000,000
Operating contingency	530,852	---	---	530,852
Severe disabilities	197,005	---	(131,482)	65,523
Computer software	80,000	---	(80,000)	-
	$ 2,555,220	$ 142,720	$ (663,318)	$ 2,034,622

12. CAPITAL RESERVES

	Opening	Transfer to Reserve	Transfers From Reserves	Closing
Buildings	$ 95,000	$ ---	$ ---	$ 95,000
Equipment	---	370,000	---	370,000
Other	---	30,392	---	30,392
Balance, end of period	$ 95,000	$ 400,392	$ ---	$ 495,392

13. DISCLOSURE OF SALARY AND BENEFITS

	FTE	Salaries & Wages	Benefits & Allowances	Total	Reimbursed Expenses
Dacyk, David	1	$ 26,667	$ 1,607	$ 28,274	$ 7,054
Carstens, Dana	1	15,872	409	16,281	5,697
Franchuk, Valerie	1	16,588	2,885	19,473	5,741
Genert, Laurie	1	18,939	2,803	21,742	4,884
Gerlach, Joe	1	12,080	2,860	14,940	2,624
Koehler, Edgar	1	11,094	2,456	13,550	1,931
Kowalchuk, Wayne	1	15,233	2,510	17,743	4,571
Ponich, Paul	1	14,810	274	15,084	2,723
Sequeira, Rita	1	15,950	2,290	18,240	5,654
Superintendent	1	122,500	10,326	132,826	15,739
Secretary/Treasurer	1	74,132	14,029	88,161	9,437
Salaries - Certificated	191.6	13,998,332	1,413,179	15,411,511	
Salaries - Uncertificated	152.6	$ 4,960,404	1,002,567	5,962,971	
		19,302,601	$ 2,458,195	$ 21,760,796	

14. INDEBTEDNESS

a) Line of credit

The jurisdiction has a line of credit in the amount of $1,000,000 that bears interest at bank prime less 1/4%. This line of credit is secured by a borrowing bylaw and a security agreement. There was no balance outstanding on the line of credit at August 31, 2004.

b) Credit cards

The jurisdiction has approved a combined credit card charge limit of $400,000. The balances are paid in full each month by the due date and no interest charges were incurred during the year. The combined credit card balance outstanding at August 31, 2004 is $64,481.

15. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

16. COMPARATIVE FIGURES

The budget 2004 and the actual 2003 comparative figures have been reclassified where necessary to conform to actual 2004 presentation.

17. COMMITMENTS

i) Operating lease

The school jurisdiction is committed to future operating lease payments on office and maintenance shop premises. Certain of these operating leases provide for annual renewal options which are expected to be exercised. Annual building lease costs are currently $69,462.

18. CONTINGENCIES

Contingent Assets

The jurisdiction is a member of a reciprocal insurance exchange called Genesis. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of the equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

Contingent Liabilities

The jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (Genesis). Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

19. SCHOOL GENERATED FUNDS

	2004	2003
Balance, beginning of year	$ 483,818	$ 470,069
Source of school generated funds (SGF)		
SGF for the year	1,587,777	1,651,900
Less: cost of generating SGF	(781,139)	(634,750)
Donations received	4,910	19,119
Net SGF additions for the year	811,548	1,036,269
Net SGF available for discretionary spending	1,295,366	1,506,338
SGF expended for discretionary purposes	822,596	1,022,520
Balance, end of year	$ 472,770	$ 483,818

20. ECONOMIC DEPENDENCE

Aspen View Regional Division No. 19's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

School Jurisdiction Code: 2125

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$19 144 011	$675 658	$18 468 353						
(2) Support block	$4 535 313				$3 224 080			$1 311 233	
(3) Instruction & support block reallocations	$0	$8 199	($8 199)		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$462 420	$0	$462 420						
(5) Student Health Initiative (SHI)	$147 732		$147 732						
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$808 000	$13 817	$786 992					$7 191	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$289 339		$289 339	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$25 386 815	$697 674	$20 146 637	$0	$3 224 080			$1 318 424	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$302 262			$302 262					
(13) Operations & Maintenance support	$2 544 701			$2 544 701					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$2 846 963			$2 846 963					
(16) **Alberta Finance**	$403 380			$403 380					$0
(17) **Other - Government of Alberta**	$74 348		$0	$0	$0			$0	$74 348
(18) **Federal Government and/or First Nations**	$715 984	$0	$582 510	$100 865	$0			$32 609	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0			$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$281 860	$0	$281 860						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$597 846	$0	$265 967	$312 073	$1 911			$17 895	$0
(25) **Investment income**	$127 965	$0	$0	$0	$0			$127 965	$0
(26) **Gifts and donations**	$27 337	$0	$27 337	$0	$0				$0
(27) **Rentals of facilities**	$48 155		$0	$48 155	$0			$0	$0
(28) **Net school generated funds**	$822 596	$0	$822 596	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$748 906		$0	$748 906	$0				$0
(31) **TOTAL REVENUES**	$32 082 155	$697 674	$22 126 907	$4 460 342	$3 225 991			$1 496 893	$74 348
EXPENSES									
(32) **Certificated salaries**	$14 120 832	$349 594	$13 558 194				$213 044	$213 044	$0
(33) **Certificated benefits**	$1 423 505	$34 487	$1 371 083				$17 935	$17 935	$0
(34) **Uncertificated salaries and wages**	$5 181 769	$178 037	$3 003 445	$1 335 021	$112 294	$147 233	$367 213	$514 446	$38 526
(35) **Uncertificated benefits**	$1 034 690	$26 836	$619 810	$265 002	$21 946	$18 094	$75 723	$93 817	$7 277
(36) **SUB - TOTAL**	$21 760 796	$588 954	$18 552 532	$1 600 023	$134 242	$165 327	$673 915	$839 242	$45 803
(37) **Services, contracts & supplies**	$8 909 519	$44 801	$3 019 938	$2 067 136	$3 055 764	$89 750	$494 052	$583 802	$138 078
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	
(39) **Net school generated funds**	$822 596	$0	$822 596	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$748 906	$0	$0	$748 906	$0		$0	$0	$0
(41) Unsupported	$365 942	$0	$150 034	$189 226	$0	$0	$26 682	$26 682	$0
(42) Total Amortization	$1 114 848	$0	$150 034	$938 132	$0	$0	$26 682	$26 682	$0
Interest on capital debt									
(43) Supported	$403 380	$0	$0	$403 380	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0		$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$112 446	$0	$109 222	$3 224	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$33 123 585	$633 755	$22 654 322	$5 011 895	$3 190 006	$255 077	$1 194 649	$1 449 726	$183 881
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	($1 041 430)	$63 919	($527 415)	($551 553)	$35 985			$47 167	($109 533)

School Jurisdiction Code: 2125

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$10,962,905	$912,221	$151,386	$470,089	$615,318	$446,275	$0	$13,558,194
Certificated benefits	$1,108,808	$91,543	$13,892	$48,166	$62,513	$46,161	$0	$1,371,083
Uncertificated salaries and wages	$610,026	$1,014,449	$38,111	$238,818	$992,461	$0	$109,580	$3,003,445
Uncertificated benefits	$107,723	$230,360	$7,828	$53,532	$204,261	$0	$16,106	$619,810
SUB - TOTAL REMUNERATION	$12,789,462	$2,248,573	$211,217	$810,605	$1,874,553	$492,436	$125,686	$18,552,532
Services, contracts & supplies	$2,222,621	$353,644	$90,156	$49,086	$242,050	$43,724	$18,657	$3,019,938
Cost recoveries & transfers		$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$822,596							$822,596
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$150,034	$0	$0					$150,034
Total Amortization	$150,034	$0	$0					$150,034
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$109,222	$0						$109,222
TOTAL EXPENSES	$16,093,935	$2,602,217	$301,373	$859,691	$2,116,603	$536,160	$144,343	$22,654,322
FTE Certificated				4.9	7.5			
FTE Uncertificated				12.3	34.7			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$14,513,355	$1,616,042	$1,698,410	($8,199)	$17,819,608	$15,512,136	$2,307,472
School Admin & Instruction Support Expenses						$2,602,217	($2,602,217)
System Instruction Support Expenses						$301,373	($301,373)
Total Basic Instruction	$14,513,355	$1,616,042	$1,698,410	($8,199)	$17,819,608	$18,415,726	($596,118)
Sub-Programs & Initiatives							
Severely Disabled	$2,035,402	$0	$0		$2,035,402	$2,116,603	($81,201)
English as a Second Language	$30,912				$30,912	$22,852	$8,060
Enhanced Opportunities	$23,460				$23,460	$22,640	$820
First Nations, Métis, and Inuit Education	$83,915		$0		$83,915	$63,780	$20,135
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$1,377,749				$1,377,749		$1,377,749
Growth & Density	$19,339				$19,339		$19,339
Teacher Assistants Program	$66,311				$66,311	$76,562	($10,251)
Early Literacy Initiative (K-2)	$114,375				$114,375	$109,369	$5,006
Learning Resources Credit & Resources for the Classroom	$33,262	$70,441	$281,860		$385,563	$621,894	($236,331)
Technology Integration	$143,088		$0		$143,088	$797,579	($654,491)
French Language Program & Francisation (all jurisdictions)	$14,660		$0		$14,660	$405,163	($390,503)
Home Education	$12,525		$0		$12,525	$2,154	$10,371
Total Sub-Programs & Initiatives	$3,954,998		$281,860		$4,307,299	$4,238,596	$68,703
INSTRUCTION, GRADES 1-12	$18,468,353	$1,686,483	$1,980,270	($8,199)	$22,126,907	$22,654,322	($527,415)

School Jurisdiction Code: 2125

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$19,000,923
Support Block - Transportation	$3,224,080
SUBTOTAL	$22,225,003
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$2,544,701
Teacher Salary Enhancement	$808,000
Other Alberta Learning revenues (Describe) classroom credit and funding injection	$289,339
Other - Government of Alberta (Excluding Alberta Finance)	$74,348
Federal government/First Nations	$715,984
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$597,846
Interest on investments	$127,965
Rentals of facilities	$48,155
Gains on disposal of capital assets	$0
Amortization of capital allocations	$748,906
School generated funds (Schedule E)	$1,587,777
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$29,768,024**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	5.35%
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,591,160
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,591,160**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,449,726
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$80,000
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,369,726
Maximum Expense Limit for Board & System Administration (Step 3)	$1,591,160
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$221,434

School Jurisdiction Code: 2125

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$483,818
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$1,587,777	
Less: SGF - related cost recoveries (Note 3)	$781,139	
- capitalized at the District level (Note 4)	$0	
Net Total	$806,638	
Plus: Donations Received (Note 5)	$4,910	
Equals: Net Additions to SGF		$811,548
Net SGF Available for discretionary spending		$1,295,366
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$822,596
Unexpended SGF - Closing Balance August 31, 2004		$472,770

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 2125

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$666,556	$459,447	$0	$0	$209,018	$1,335,021		$1,335,021
Uncertificated benefits	$144,470	$80,559	$0	$0	$39,973	$265,002		$265,002
Sub-total Remuneration	$811,026	$540,006	$0	$0	$248,991	$1,600,023		$1,600,023
Contracted Services	$108,979	$91,672	$0	$321,655	$77,700	$600,006		$600,006
Supplies	$66,470	$87,931	$0	$0	$41,405	$195,806		$195,806
Electricity			$609,905			$609,905		$609,905
Natural Gas/Heating Fuel			$439,148			$439,148		$439,148
Sewer and Water			$64,543			$64,543		$64,543
Telecommunications			$14,020			$14,020		$14,020
Insurance					$143,708	$143,708		$143,708
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$748,906	$748,906
Unsupported						$189,226		$189,226
Total Amortization						$189,226	$748,906	$938,132
Interest on capital debt								
Supported							$403,380	$403,380
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$3,224		$3,224
Cost recoveries & transfers								$0
TOTAL EXPENSES	$986,475	$719,609	$1,127,616	$321,655	$511,804	$3,859,609	$1,152,286	$5,011,895
SQUARE METRES								
School Buildings								56,140.0
Non School Buildings								n/a
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	19.0	12.0						
Contracted Services	4.0	n/a						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-200
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name David Dacyk	1.0	$26,667	$1,607	$0			$28,274	$7,054
Name	0.0	$0	$0	$0			$0	$0
Other Board Members:								
Name Dana Carstens	1.0	$15,872	$409	$0			$16,281	$5,697
Name Valerie Franchuk	1.0	$16,588	$2,885	$0			$19,473	$5,741
Name Laurie Genert	1.0	$18,939	$2,803	$0			$21,742	$4,884
Name Joe Gerlach	1.0	$12,080	$2,860	$0			$14,940	$2,624
Name Edgar Koehler	1.0	$11,094	$2,456	$0			$13,550	$1,931
Name Wayne Kowalchul	1.0	$15,233	$2,510	$0			$17,743	$4,571
Name Paul Ponich	1.0	$14,810	$274	$0			$15,084	$2,723
Name Rita Sequeira	1.0	$15,950	$2,290	$0			$18,240	$5,654
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Subtotal	*9.0*	*$147,233*	*$18,094*	*$0*			*$165,327*	*$40,879*
Superintendent Rudi Grab, Phd	1.0	$122,500	$10,326		$0	$0	$132,826	$15,739
Superintendent	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer Dave Holler	1.0	$74,132	$14,029	$0	$0	$0	$88,161	$9,437
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	191.6	$13,714,560	$1,413,179	$0	$0	$283,772	$15,411,511	
Uncertificated Salaries & Wages	152.6	$4,938,173	$1,002,567	$0	$0	$22,231	$5,962,971	
TOTALS		**$18,996,598**	**$2,458,195**	**$0**	**$0**	**$306,003**	**$21,760,796**	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 6020

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Aurora School Ltd.
Legal Name of School Jurisdiction

8755-170 Street, Edmonton AB T5R 5Y6
Mailing Address

Phone: (780) 930-5502 Fax: (780) 930-5598
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Aurora School Ltd (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Klaus Zerulla
Name

"ORIGINAL SIGNED"
Signature

SUPERINTENDENT

Ross Johnston
Name

"ORIGINAL SIGNED"
Signature

SECRETARY TREASURER OR TREASURER

Holly Maccagno
Name

"ORIGINAL SIGNED"
Signature

18-Nov-04
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Auditors' Report

To the Members of Aurora School Ltd.:

We have audited the statement of financial position of Aurora School Ltd. as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the School's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School as at August 31, 2004 and the results of its operations and its cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Meyers Norris Penny LLP

Edmonton, Alberta

October 8, 2004

Chartered Accountants

MNP

School Jurisdiction Code: 6020

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$3,089,687	$2,505,402
Accounts receivable (net after allowances)		$107,873	$90,381
Prepaid expenses		$5,200	$4,400
Other current assets		$0	$0
Total current assets		$3,202,760	$2,600,183
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$137,694		
Less: accumulated amortization	($46,721)	$90,973	$104,743
Equipment	$595,054		
Less: accumulated amortization	($566,310)	$28,744	$43,063
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$119,717	$147,806
TOTAL ASSETS		$3,322,477	$2,747,989
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$410,886	$250,876
Deferred revenue		$69,787	$75,260
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$480,673	$326,136
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$480,673	$326,136
NET ASSETS			
Unrestricted net assets		$314,007	$81,310
Operating Reserves		$390,646	$510,403
Accumulated Operating Surplus (Deficit)		$704,653	$591,713
Investment in capital assets		$119,717	$147,806
Capital Reserves		$2,017,434	$1,682,334
Total Capital Funds		$2,137,151	$1,830,140
Total net assets		$2,841,804	$2,421,853
TOTAL LIABILITIES AND NET ASSETS		$3,322,477	$2,747,989

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 6020

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$2,173,366	$2,169,934	$2,015,893
Alberta Infrastructure	$520,701	$185,000	$405,302
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$34,542	$31,550	$22,059
Transportation fees	$41,286	$35,000	$32,999
Other sales and services	$3,983	$0	$2,595
Investment income	$58,580	$0	$56,459
Gifts and donations	$0	$0	$0
Rentals of facilities	$0	$0	$0
Net school generated funds	$35,268	$36,000	$42,884
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$2,867,726	$2,457,484	$2,578,191
EXPENSES			
Certificated salaries	$1,415,973	$1,390,000	$1,322,070
Certificated benefits	$147,339	$152,000	$143,778
Uncertificated salaries and wages	$151,908	$93,000	$133,187
Uncertificated benefits	$21,832	$11,000	$14,446
Services, contracts and supplies	$646,412	$587,533	$510,982
Net school generated funds	$35,268	$36,000	$42,884
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$28,089	$35,000	$28,089
Total Amortization of capital assets	$28,089	$35,000	$28,089
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$954	$2,400	$780
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$2,447,775	$2,306,933	$2,196,216
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$419,951	$150,551	$381,975
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$419,951	$150,551	$381,975

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 6020

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$419,951	$381,975
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$28,089	$28,089
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($17,492)	($33,179)
Prepaids and other current assets	($800)	$0
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$160,010	$89,755
Deferred revenue	($5,473)	($16,509)
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$584,285	$450,131
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	($73,755)
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$0	($73,755)
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	$584,285	$376,376
Cash Equivalents at the beginning of the year	$2,505,402	$2,129,026
Cash Equivalents at the end of the year	$3,089,687	$2,505,402

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 8020

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$2,421,853	$147,806	$81,310	$2,192,737	$250,000	$0	$140,646	$1,682,334	$0	$0	$119,757	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$2,421,853	$147,806	$81,310	$2,192,737	$250,000	$0	$140,646	$1,682,334	$0	$0	$119,757	$0	$0	$0
Surplus(def) of revenue over expenses	$419,951		$419,951											
Board funded capital transactions		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($28,089)	$28,089											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$119,757	($119,757)	$0		$0		$0		($119,757)		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($335,100)	$335,100		$0		$335,100		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$2,841,804	$119,717	$314,007	$2,408,080	$250,000	$0	$140,646	$2,017,434	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 6020

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2004		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

1. Incorporation and operations

Aurora School Ltd. ("the School") is a non-profit charter school incorporated under the Companies Act of Alberta. The School is governed by the School Act and the related Chartered Schools regulations. The School has been renewed to operate as a chartered school by Alberta Education for five years beginning September 2001.

2. Significant accounting policies

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

Cash and cash equivalents

Cash and cash equivalents include balances with banks, Government of Canada treasury bills and guaranteed investment certificates with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Property and equipment

Property and equipment are initially recorded at cost. Amortization is provided using the straight-line method at rates intended to amortize the cost of assets over their estimated useful lives.

	Method	Rate
Portable classroom buildings	straight-line	10 %
Computer equipment	straight-line	33 %
Computer software	straight-line	50 %
Furniture and fixtures	straight-line	20 %

Improvements to building and grounds are amortized over the remaining term of the lease.

Revenue recognition

Aurora School Ltd. follows the deferral method of accounting for donation contributions (note 4). Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted capital contributions are recorded as deferred contributions until the amount is invested to acquire capital assets. Amounts invested representing externally funded capital assets are then transferred to unamortized deferred capital contributions. Unamortized deferred capital contributions are recognized as revenue in the periods in which the related amortization expense of the funded capital asset is recorded.

Contributions of materials that would otherwise have been purchased are recorded at fair value when a fair value can be reasonably determined.

Contributed services

Volunteers contribute many hours to assist the school in performing its function. Because of the difficulty in determining their fair value, contributed services are not recognized in the financial statements.

Income taxes

Aurora School Ltd. is a registered charity and is exempt from income taxes under subsection 149.1(1) of the Income Tax Act.

Pensions

The School's employment contracts have no provision for employer contributions to a pension plan. The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Amortization is based on the estimated useful life of property and equipment.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

3. Property and equipment

	Cost	*Accumulated amortization*	*2004 Net book value*	*2003 Net book value*
Portable classroom building	**137,694**	**(46,720)**	**90,974**	104,743
Computer equipment	**109,016**	**(109,016)**	**-**	-
Computer software	**10,756**	**(10,756)**	**-**	-
Furniture and fixtures	**71,598**	**(42,854)**	**28,744**	43,063
Improvements to building and grounds	**403,684**	**(403,684)**	**-**	-
	732,748	**(613,030)**	**119,718**	147,806

4. Accounts payable

Included in accounts payable is $74,285 (2003 – Nil) representing a portion of a transportation grant that is refundable.

5. Deferred contributions

	2004	*2003*
Donner Canadian Foundation	**48,503**	53,976
Sundry donors for playground development	**21,284**	21,284
	69,787	75,260

The deferred contributions represent resources which are restricted by the contributors as to their use. As a result of these restrictions, cash in the amounts of $69,787 (2003 - $75,260) is restricted.

The School has spent $5,473 (2003 - $16,509) of the Donner Canadian Foundation contribution during the year. The remaining funds are to be spent on the following operational areas: developing the library, a program evaluation system, a Canadian history curriculum and a biological science program.

In prior years, the School has received various donations for playground development. None of these funds have been expended.

6. Internal restrictions on net assets

As the School is not permitted to borrow funds, the Board has appropriated surpluses to provide for the following future commitments and/or contractual obligations:

a) Relocation costs $ 150,000

This internal restriction of net assets will provide for future relocation costs as the School is reviewing options to relocate to a new facility.

b) Curriculum development $ 100,000

This internal restriction of net assets will provide for any costs associated with the School developing a high school program.

c) Building and grounds maintenance $ 140,646

This internal restriction of net assets will provide for upgrades and improvements to the school as required under the occupancy agreement (Note 8).

d) Building development $ 810,100

This internal restriction of net assets will provide for the adaptation of existing premises or the construction of an alternate facility.

e) Leasehold upgrades $1,207,344

This internal restriction of net assets will provide for any leasehold upgrades.

7. Fundraising

	2004	*2003*
Revenues	52,370	51,814
Expenses	(22,600)	(25,769)
	29,770	26,045

8. Conservatory classes

	2004	*2003*
Revenues	3,983	2,595
Expenses	(3,983)	(2,595)
	-	-

9. Premises commitments

Aurora School Ltd. is committed under the terms of a premises commitment expiring in August 2006 to annual rent plus operating costs estimated to be $240,000 for the 2005 and 2006 school years. The School has entered into a lease in 2004 for a portable classroom, which has an annual commitment of $28,164 expiring in 2009.

10. Financial instruments

The School's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accruals and bonuses payable. It is management's opinion that the School is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Fair value disclosure

The carrying amount of the financial instruments listed above approximate their fair values due to the short-term maturities of these items.

School Jurisdiction Code: 6020

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration: Board Governance	Board & System Administration: System Administration	Board & System Administration: Total Board & System Admin	External Services
Alberta Learning allocations									
(1) Instruction block	$1,792,214	$85,329	$1,706,885						
(2) Support block	$288,152				$159,576			$128,576	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$18,000	$0	$18,000						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$75,000	$3,418	$71,582					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$2,173,366	$88,747	$1,796,467	$0	$159,576			$128,576	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$283,614			$283,614					
(13) Operations & Maintenance support	$237,087			$237,087					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$520,701			$520,701					
(16) **Alberta Finance**	$0			$0					$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$34,542	$2,850	$31,692						
(23) **Transportation fees**	$41,288				$41,288				
(24) **Other sales and services**	$3,983	$0	$0	$0	$0			$0	$3,983
(25) **Investment income**	$58,580	$0	$0	$58,580	$0			$0	$0
(26) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$35,268	$0	$35,268	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$2,867,728	$91,597	$1,863,427	$579,281	$200,862			$128,576	$3,983
EXPENSES									
(32) **Certificated salaries**	$1,415,973	$78,240	$1,337,733				$0	$0	$0
(33) **Certificated benefits**	$147,339	$7,611	$139,728				$0	$0	$0
(34) **Uncertificated salaries and wages**	$151,908	$0	$98,203	$0	$0	$0	$53,705	$53,705	$0
(35) **Uncertificated benefits**	$21,832	$0	$21,832	$0	$0	$0	$0	$0	$0
(36) **SUB - TOTAL**	$1,737,052	$85,851	$1,597,496	$0	$0	$0	$53,705	$53,705	$0
(37) **Services, contracts & supplies**	$646,412	$4,674	$159,750	$244,556	$163,248	$0	$70,201	$70,201	$3,983
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$35,268	$0	$35,268	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$28,089	$0	$0	$28,089	$0	$0	$0	$0	$0
(42) Total Amortization	$28,089	$0	$0	$28,089	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$954	$0	$0	$954	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$2,447,775	$90,525	$1,792,514	$273,599	$163,248	$0	$123,906	$123,906	$3,983
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$419,951	$1,072	$70,913	$305,682	$37,614			$4,670	$0

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$1,213,439	$124,294	$0	$0	$0	$0	$0	$1,337,733
Certificated benefits	$128,812	$10,916	$0	$0	$0	$0	$0	$139,728
Uncertificated salaries and wages	$0	$98,203	$0	$0	$0	$0	$0	$98,203
Uncertificated benefits	$0	$21,832	$0	$0	$0	$0	$0	$21,832
SUB - TOTAL REMUNERATION	$1,342,251	$255,245	$0	$0	$0	$0	$0	$1,597,496
Services, contracts & supplies	$65,698	$78,245	$0	$0	$0	$15,807	$0	$159,750
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$35,268							$35,268
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$1,443,217	$333,490	$0	$0	$0	$15,807	$0	$1,792,514
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$1,656,550	$89,582	$35,268	$0	$1,781,400	$1,384,246	$397,154
School Admin & Instruction Support Expenses						$333,490	($333,490)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$1,656,550	$89,582	$35,268	$0	$1,781,400	$1,717,736	$63,664
Sub-Programs & Initiatives							
Severely Disabled	$0	$0	$0		$0	$0	$0
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$0				$0		$0
Teacher Assistants Program	$11,427				$11,427	$13,332	($1,905)
Early Literacy Initiative (K-2)	$21,471				$21,471	$10,789	$10,682
Learning Resources Credit & Resources for the Classroom	$0	$0	$31,692		$31,692	$36,903	($5,211)
Technology Integration	$16,236		$0		$16,236	$13,459	$2,777
French Language Program & Francisation (all jurisdictions)	$1,201		$0		$1,201	$295	$906
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$50,335		$31,692		$82,027	$74,778	$7,249
INSTRUCTION, GRADES 1-12	$1,706,885	$89,582	$66,960	$0	$1,863,427	$1,792,514	$70,913

School Jurisdiction Code: 6020

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$1,775,978
Support Block - Transportation	$159,576
SUBTOTAL	$1,935,554

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$237,087
Teacher Salary Enhancement	$75,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$3,983
Interest on investments	$58,580
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$52,370
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$2,362,574**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$141,754
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	51,000	$141,754
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$141,754**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$123,906
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$123,906
Maximum Expense Limit for Board & System Administration (Step 3)	$141,754
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$17,848

School Jurisdiction Code: 6020

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$52,370	
Less: SGF - related cost recoveries (Note 3)	$22,600	
- capitalized at the District level (Note 4)	$0	
Net Total	$29,770	
Plus: Donations Received (Note 5)	$5,498	
Equals: Net Additions to SGF		$35,268
Net SGF Available for discretionary spending		$35,268
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$35,268
Unexpended SGF - Closing Balance August 31, 2004		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF

School Jurisdiction Code: 6020

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$0	$0	$244,556	$0	$0	$244,556		$244,556
Supplies	$0	$0	$0	$0	$0	$0		$0
Electricity			$0			$0		$0
Natural Gas/Heating Fuel			$0			$0		$0
Sewer and Water			$0			$0		$0
Telecommunications			$0			$0		$0
Insurance					$0	$0		$0
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$28,089		$28,089
Total Amortization						$28,089	$0	$28,089
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$954		$954
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$0	$0	$244,556	$0	$0	$273,599	$0	$273,599
SQUARE METRES								
School Buildings								3,929.0
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-200
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Klaus Zerulla	1.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Tim Werbiski	1.0	$0	$0	$0			$0	$0
Name	Bruce George	1.0	$0	$0	$0			$0	$0
Name	Debra King	1.0	$0	$0	$0			$0	$0
Name	Nazir Mulji	1.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$0*	*$0*	*$0*			*$0*	*$0*
Superintendent	Ross Johnston	1.0	$49,205	$0	$0	$4,500	$0	$53,705	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Holly Maccagno	0.2	$8,797	$0	$0	$1,000	$0	$9,797	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		21.9	$1,297,448	$147,339	$0	$118,525	$0	$1,563,312	
Uncertificated Salaries & Wages		3.0	$84,703	$21,832	$0	$13,500	$0	$120,035	
TOTALS			$1,440,153	$169,171	$0	$137,525	$0	$1,746,849	

Note: Employed or contracted out. Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

Secretary-Treasurer is a one-day-per week contract position, thus 0.2 FTE

Certificated Salaries equal 21.94 FTE as some staff are employed on a part-time basis

School Jurisdiction Code 2285

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Battle River Regional Division #31
Legal Name of School Jurisdiction

5402 48A Ave, Camrose AB T4V 0L3
Mailing Address

(780)672-6131 (780)672-6137
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Battle River Regional Division #31
(Legal Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Brenda Herder	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
Warren Phillips	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
William Schulte	"ORIGINAL SIGNED"
Name	Signature

25-Nov-04
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

FOSSEN HARBERG NIKIFORUK WOOD

Chartered Accountants

4602 - 49 Avenue
Camrose, AB
T4V 0M6

* Barry L. Fossen, CA
* Brian W. Harberg, CA
* D. Wayne Nikiforuk, CA
* Greg J. Wood, CA
* Denotes Professional Corporation

Phone (780)672-8844
1-800-665-6813
Fax (780)672-8921
E-Mail fhnw@fhnw-ca.com

AUDITORS' REPORT

To the Board of Trustees
Battle River Regional Division No. 31

We have audited the statement of financial position of the Battle River Regional Division No. 31 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations, for the year ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Fossen Harberg Nikiforuk Wood

Chartered Accountants

Camrose, Alberta
November 19, 2004

School Jurisdiction Code: 2285

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$8,822,593	$10,665,933
Accounts receivable (net after allowances)		$2,120,440	$1,897,780
Prepaid expenses		$772,546	$505,837
Other current assets		$600,903	$594,776
Total current assets		$12,316,482	$13,664,326
School generated assets		$741,601	$676,635
Trust assets		$199,519	$217,261
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,151,724	$1,151,724
Buildings	$70,384,402		
Less: accumulated amortization	($33,087,636)	$37,296,766	$37,971,182
Equipment	$5,006,592		
Less: accumulated amortization	($2,887,404)	$2,119,188	$1,812,302
Vehicles	$9,283,652		
Less: accumulated amortization	($4,532,578)	$4,751,074	$3,609,504
Total capital assets		$45,318,752	$44,544,712
TOTAL ASSETS		$58,576,354	$59,102,934
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$3,918,775	$2,648,981
Deferred revenue		$442,718	$2,176,439
Deferred capital allocations		$41,080	$53,253
Current portion of all long term debt		$1,164,663	$1,304,155
Total current liabilities		$5,567,236	$6,182,828
School generated liabilities		$741,601	$676,635
Trust liabilities		$199,519	$217,261
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$10,080,346	$11,384,501
	Less: Current portion of supported debt	($1,164,663)	($1,304,155)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$14,690,322	$14,189,400
Total long term liabilities		$24,547,125	$25,163,642
TOTAL LIABILITIES		$30,114,361	$31,346,470
NET ASSETS			
Unrestricted net assets		$1,433,434	$1,433,434
Operating Reserves		$6,273,986	$7,305,497
Accumulated Operating Surplus (Deficit)		$7,707,420	$8,738,931
Investment in capital assets		$20,548,083	$18,970,812
Capital Reserves		$206,490	$46,721
Total Capital Funds		$20,754,573	$19,017,533
Total net assets		$28,461,993	$27,756,464
TOTAL LIABILITIES AND NET ASSETS		$58,576,354	$59,102,934

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2285

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$50,702,924	$50,029,383	$48,828,480
Alberta Infrastructure	$6,060,643	$5,495,076	$5,260,469
Alberta Finance	$937,528	$1,153,277	$1,215,662
Other Government of Alberta	$181,096	$215,065	$169,297
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$793	$0	$749
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$541,736	$426,780	$509,159
Transportation fees	$21,250	$16,500	$13,114
Other sales and services	$760,772	$29,465	$695,392
Investment income	$257,643	$208,333	$427,246
Gifts and donations	$22,697	$0	$24,746
Rentals of facilities	$647	$12,000	$10,315
Net school generated funds	$1,182,281	$800,000	$1,075,604
Gains on disposal of capital assets	$206,490	$0	$15,335
Amortization of capital allocations	$1,351,050	$1,351,058	$1,391,470
Total Revenues	$62,227,550	$59,736,937	$59,637,038
EXPENSES			
Certificated salaries	$30,532,020	$29,927,887	$29,328,747
Certificated benefits	$3,050,357	$2,989,089	$3,032,762
Uncertificated salaries and wages	$10,289,046	$9,935,708	$9,953,075
Uncertificated benefits	$1,701,040	$1,688,755	$1,578,595
Services, contracts and supplies	$11,463,081	$11,643,282	$11,740,324
Net school generated funds	$1,182,281	$800,000	$1,075,604
Capital and debt services			
Amortization of capital assets			
Supported	$1,351,050	$1,351,058	$1,391,470
Unsupported	$1,901,442	$1,423,945	$1,961,269
Total Amortization of capital assets	$3,252,492	$2,775,003	$3,352,739
Interest on capital debt			
Supported	$937,528	$1,153,277	$1,215,662
Unsupported	$0	$0	$0
Total Interest on capital debt	$937,528	$1,153,277	$1,215,662
Other interest charges	$148	$0	$33,429
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$62,407,993	$60,913,001	$61,310,937
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($180,443)	($1,176,064)	($1,673,899)
Unrestricted revenues used for capital purposes	$885,972	$0	$1,503,239
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$705,529	($1,176,064)	($170,660)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2285

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$705,529	($170,660)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,351,050)	($1,391,470)
Total amortization expense	$3,252,492	$3,352,739
Gains on disposal of capital assets	($206,490)	($15,335)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($222,660)	($770,730)
Prepaids and other current assets	($272,836)	$188,745
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$1,269,794	($1,670,600)
Deferred revenue	($1,733,721)	($1,109,950)
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$1,441,058	($1,587,261)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($1,332,420)	($4,705,993)
Equipment	($914,873)	($293,868)
Vehicles	($1,802,141)	($91,261)
Net proceeds from disposal of capital assets	$206,489	$55,362
Other (describe) Net book value of supported asset disposed	$22,903	$0
Total sources (uses) of cash from Investing activities	($3,820,042)	($5,035,760)
C. FINANCING ACTIVITIES		
Capital allocations received	$558,547	$538,861
Issue of long term debt	$0	$0
Repayment of long term debt	($1,304,155)	($1,363,717)
Add back: supported portion	$1,304,155	$1,363,717
Other (describe) Unamortized allocation of asset disposed	($22,903)	$0
Total sources (uses) from Financing activities	$535,644	$538,861
Net sources (uses) of cash equivalents* during year	($1,843,340)	($6,084,160)
Cash Equivalents at the beginning of the year	$10,665,933	$16,750,093
Cash Equivalents at the end of the year	$8,822,593	$10,665,933

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2285

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
				TOTAL	RESTRICTED NET ASSETS									
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$27,756,464	$18,970,812	$1,433,434	$7,352,218	$4,143,558	$0	$359,172	$0	$634,201	$0	$2,168,566	$46,721	$0	$0
Prior period adjustments (describe):														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$27,756,464	$18,970,812	$1,433,434	$7,352,218	$4,143,558	$0	$359,172	$0	$634,201	$0	$2,168,566	$46,721	$0	$0
Surplus(def) of revenue over expenses	$705,529		$705,529											
Board funded capital transactions		$3,478,713	($885,972)	($2,592,741)	($345,308)	$0	($308,057)	$0	($176,867)	$0	($1,715,788)	($46,721)	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($3,252,492)	$3,252,492											
Amortization of capital allocations		$1,361,050	($1,361,050)											
Disposal of unsupported capital assets	$0	$0	($206,490)	$206,490		$38,783		$12,493		$0		$155,214		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($1,514,509)	$1,514,509	$410,093		$375,826		$108,060		$620,530		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$28,461,993	$20,558,083	$1,423,434	$6,480,476	$4,208,343	$38,783	$426,941	$12,493	$565,394	$0	$1,073,308	$155,214	$0	$0

School Jurisdiction Code: 2285

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$53,253	$14,189,400
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$252,871	
	Other Government of Alberta	$14,537	
	Federal Government and/or First Nations	$0	
	Other sources	$48,081	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$243,058	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$1,304,155
Expended capital allocations - current year		($570,720)	$570,720
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$22,903
Capital allocations amortized to revenue			$1,351,050
Balance at August 31, 2004		$41,080	$14,690,322

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

1. Authority and Purpose

Battle River Regional Division No. 31 delivers education programs under the authority of the School Act, Chapter S-3, Statues of Alberta, January 1, 2002.

The School Jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. This Regulation limits funding and expenses for administration. It permits the Jurisdiction within specified limits, to reallocate funding between the instruction and support blocks.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred revenue until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital assets acquired by the funds.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as a direct increase in trust assets and liabilities.

2. Summary of Significant Accounting Policies (continued)

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

b) Capital Assets

Capital assets costing greater than $5,000 are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	10 to 40 years
Equipment	5 and 10 years
Vehicles	5 and 10 years

In the year of acquisition, no amortization is recorded. In year of disposal, a full year of amortization is calculated.

c) Prepaid Expense

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses and annual service contracts fall into this category.

d) Inventories

Inventories are recorded at the lower of cost or net realizable value.

e) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

f) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

g) Contributed Services

Volunteers assist schools operated by the Jurisdiction in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact

2. Summary of Significant Accounting Policies (continued)

that such assistance is not otherwise purchased, contributed services are not recognized in the financial statements.

h) Pension Obligation

Pension costs included in these statements comprise the cost of the employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta under the terms of the Teachers Pension Plan Act. The Battle River Regional Division No. 31 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $261,735 for the year ended August 31, 2004.

i) Employee Future Benefits

The jurisdiction accrues its obligations under employee future benefits plans and expenses the related costs. There is no financial impact on the Jurisdiction at this time.

3. Accounts Receivable

	2004	2003
Alberta Learning	$ 215,238	$ 282,161
Alberta Infrastructure	997,850	714,479
Alberta Finance	579,228	646,463
Other Province of Alberta	18,569	22,983
Federal Government	102,996	121,545
Alberta Municipalities	2,703	380
Other Alberta School Jurisdictions	4	5,244
Other	203,852	104,525
	$ 2,120,440	$ 1,897,780

4. Bank Indebtedness

The Jurisdiction has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime rate. This line of credit, which is secured by a

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED AUGUST 31, 2004

4. Bank Indebtedness (Continued)

borrowing bylaw and a security agreement, covers all revenue of the Jurisdiction. There was no balance outstanding on the line of credit at August 31, 2004.

5. Accounts Payable and Accruals

	2004	2003
Alberta Learning	$ 224,803	$ 179,644
Alberta Infrastructure	-	5,884
Alberta Finance	579,229	646,463
Other Province of Alberta	43,170	46,028
Federal Government	640,242	5,242
Alberta Municipalities	23,627	8,880
Other Alberta School Jurisdictions	7,215	10,545
Other	2,400,489	1,746,295
	$ 3,918,775	2,648,981

6. Deferred Revenue

	2004	2003
IMP	$ 185,985	$ 605,154
Special modernization funds	119,769	805,156
AISI	110,023	279,978
Fees and other	26,941	20,116
Alberta Infrastructure	-	466,035
	$ 442,718	$ 2,176,439

7. Trust Liabilities

	2004	2003
Endowment funds for scholarships	$ 180,873	$ 181,040
Public reserve land	-	17,003
Damage deposits	470	460
Student travel	199	247
Early childhood services	17,977	18,511
	$ 199,519	$ 217,261

8. Long-Term Debt

	2004	2003
a) Alberta Municipal Finance Corporation debentures have interest rates which range between 7.375% to 12%; various maturity dates up to 2020; fully supported by grants from Alberta Finance.	$10,080,346	$11,384,501
Less: Current portion of long-term debt	1,164,663	1,304,155
	$ 8,915,683	$10,080,346

Principal payments due within the next five years are as follows:

2005	$ 1,164,663
2006	$ 1,149,983
2007	$ 998,221
2008	$ 998,221
2009	$ 840,937

b) As the debentures are fully supported by grants, the amount of working capital (current assets minus current liabilities) available is understated by $1,164,663 as at August 31, 2004 (2003- $1,304,155).

9. Reserves

Reserves created by authorization of the Board of Trustees represent funds allocated for future capital expenditures and future operating expenses. The reserves are established and expended in accordance with the terms and conditions established by the Board.

BATTLE RIVER REGIONAL DIVISION NO. 31

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED AUGUST 31, 2004

9. Reserves (continued)

	Balance Beginning	Appropriated	Utilized	Balance Ending
Operating				
School	$ 1,085,641	$ 539,305	$ 286,526	$ 1,338,420
School mini-budgets	$ 1,409,076	$ -	$ 41,927	$ 1,367,149
Special Education	$ 963,349	$ -	$ 137,385	$ 825,964
Computer Services	$ 45,434	$ 16,254	$ 27,333	$ 34,355
Classroom Learning Conditions	$ 640,058	$ 99,632	$ 97,246	$ 642,444
Operations & Maintenance	$ 359,172	$ 375,827	$ 308,057	$ 426,942
System Administration	$ 634,201	$ 198,069	$ 176,867	$ 655,403
Transportation	$ 2,168,566	$ 530,531	$ 1,715,788	$ 983,309
	$ 7,305,497	$ 1,759,618	$ 2,791,129	$ 6,273,986
Capital				
Equipment	$ 46,721	$ 206,490	$ 46,721	206,490
	$ 46,721	$ 206,490	$ 46,721	206,490
	$ 7,352,218	$ 1,966,108	$ 2,837,850	$ 6,480,476

10. Financial Instruments

The Jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the Jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair market value of the financial instruments approximate their carrying value. The Jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

11. Budget Amounts

The budget was prepared by the Jurisdictions management with the Board of Trustees approval given on May 22, 2003. It is presented for information purposes only and has not been audited.

12. Contingent Liabilities

The Jurisdiction was a member of the Alberta Local Authorities Reciprocal Insurance Exchange. Under the terms of membership, the Jurisdiction could become liable for its proportionate share of any claim loses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

13. Economic Dependence On Related Third Part

The Battle River Regional Division No. 31's primary source of income is from the Alberta Government. The Jurisdiction's ability to continue viable operations is dependent on this funding.

14. Comparative Figures

Certain of the comparative figures have been reclassified to conform with the current year's presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

School Jurisdiction Code: 2285

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$40 347 455	$1 936 454	$38 411 001						
(2) Support block	$6 587 857				$4 608 506			$1 979 351	
(3) Instruction & support block reallocations	$0	$15 429	($15 429)		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$1 059 395	$0	$1 059 395						
(5) Student Health Initiative (SHI)	$299 985	$0	$299 985						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$1 688 000	$24 940	$1 648 403					$14 657	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$720 232	$0	$720 232	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$50 702 924	$1 976 823	$42 123 587	$0	$4 608 506			$1 994 008	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$674 239			$674 239					
(13) Operations & Maintenance support	$4 920 369			$4 920 369					
(14) Operations & Maintenance support (One-Time)	$466 035			$466 035					
(15) **Total Alberta Infrastructure Revenue**	$6 060 643			$6 060 643					
(16) **Alberta Finance**	$937 528			$937 528					$0
(17) **Other - Government of Alberta**	$181 096	$0	$174 527	$6 569	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$793	$0	$793	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$541 736	$15 183	$526 553						
(23) **Transportation fees**	$21 250				$21 250				
(24) **Other sales and services**	$760 772	$0	$383 007	$155 511	$216 388			$5 866	$0
(25) **Investment income**	$257 643	$0	$247 337	$0	$0			$10 306	$0
(26) **Gifts and donations**	$22 697	$0	$21 746	$951	$0				$0
(27) **Rentals of facilities**	$647		$0	$647	$0			$0	$0
(28) **Net school generated funds**	$1 182 281	$0	$1 182 281	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$206 490		$38 783	$12 493	$155 214			$0	$0
(30) **Amortization of capital allocations**	$1 351 050		$40 363	$1 306 844	$3 843				$0
(31) **TOTAL REVENUES**	$62 227 550	$1 992 006	$44 738 977	$8 481 186	$5 005 201			$2 010 180	$0
EXPENSES									
(32) **Certificated salaries**	$30 532 020	$671 229	$29 619 443				$241 348	$241 348	$0
(33) **Certificated benefits**	$3 050 357	$67 367	$2 959 254				$23 736	$23 736	$0
(34) **Uncertificated salaries and wages**	$10 289 046	$556 304	$5 732 254	$1 016 089	$2 159 913	$143 605	$680 881	$824 486	$0
(35) **Uncertificated benefits**	$1 701 040	$78 732	$1 036 884	$206 201	$221 008	$24 171	$134 044	$158 215	$0
(36) **SUB - TOTAL**	$45 572 463	$1 373 632	$39 347 835	$1 222 290	$2 380 921	$167 776	$1 080 009	$1 247 785	$0
(37) **Services, contracts & supplies**	$11 463 081	$414 312	$4 064 216	$4 626 204	$1 934 692	$81 885	$341 772	$423 657	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	($140 521)	$0	$0	$0	$140 521	$140 521	$0
(39) **Net school generated funds**	$1 182 281	$0	$1 182 281	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1 351 050	$0	$40 363	$1 306 844	$3 843		$0	$0	$0
(41) Unsupported	$1 901 442	$0	$488 356	$717 977	$599 130	$0	$95 979	$95 979	$0
(42) Total Amortization	$3 252 492	$0	$528 719	$2 024 821	$602 973	$0	$95 979	$95 979	$0
Interest on capital debt									
(43) Supported	$937 528	$0	$0	$937 528	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$148	$0	$0	$0	$0		$148	$148	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$62 407 993	$1 787 944	$44 982 530	$8 810 843	$4 918 586	$249 661	$1 658 429	$1 908 090	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	($180 443)	$204 062	($243 553)	($329 657)	$86 615			$102 090	$0

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

	INSTRUCTION (Grades 1 to 12)							
EXPENSES	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$23,482,946	$2,089,503	$107,111	$1,788,086	$1,350,739	$779,515	$21,543	$29,619,443
Certificated benefits	$2,367,789	$198,202	$11,128	$177,237	$132,780	$70,449	$1,669	$2,959,254
Uncertificated salaries and wages	$627,394	$2,051,601	$45,156	$0	$2,854,778	$1,977	$151,348	$5,732,254
Uncertificated benefits	$103,396	$395,191	$10,264	$0	$492,970	$94	$34,969	$1,036,884
SUB - TOTAL REMUNERATION	$26,581,525	$4,734,497	$173,659	$1,965,323	$4,831,267	$852,035	$209,529	$39,347,835
Services, contracts & supplies	$1,757,090	$1,727,841	$13,507	$163,690	$183,305	$160,715	$58,068	$4,064,216
Cost recoveries & transfers	$0	$0	($187,166)	$0	($32,388)	$46,645	$32,388	($140,521)
Net school generated funds	$1,182,281							$1,182,281
Amortization of capital assets								
Supported	$0	$40,363	$0					$40,363
Unsupported	$0	$488,356	$0					$488,356
Total Amortization	$0	$528,719	$0					$528,719
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$29,520,896	$6,991,057	$0	$2,129,013	$4,982,184	$1,059,395	$299,985	$44,982,530
FTE Certificated				30.0	21.8			
FTE Uncertificated				1.0	161.8			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$31,171,308	$3,466,350	$2,088,837	($15,429)	$36,711,066	$31,171,233	$5,539,833
School Admin & Instruction Support Expenses						$6,991,057	($6,991,057)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$31,171,308	$3,466,350	$2,088,837	($15,429)	$36,711,066	$38,162,290	($1,451,224)
Sub-Programs & Initiatives							
Severely Disabled	$4,960,706	$0	$0		$4,960,706	$4,982,184	($21,478)
English as a Second Language	$144,992				$144,992	$144,992	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$70,687				$70,687	$70,687	$0
Sparsity & Distance	$1,216,297				$1,216,297		$1,216,297
Growth & Density	$71,525				$71,525		$71,525
Teacher Assistants Program	$131,688				$131,688	$131,688	$0
Early Literacy Initiative (K-2)	$230,245				$230,245	$263,747	($33,502)
Learning Resources Credit & Resources for the Classroom	$74,089	$261,665	$526,553		$862,307	$862,307	$0
Technology Integration	$309,628		$0		$309,628	$323,160	($13,532)
French Language Program & Francisation (all jurisdictions)	$14,977		$0		$14,977	$14,977	$0
Home Education	$14,859		$0		$14,859	$26,498	($11,639)
Total Sub-Programs & Initiatives	$7,239,693		$526,553		$8,027,911	$6,820,240	$1,207,671
INSTRUCTION, GRADES 1-12	$38,411,001	$3,728,015	$2,615,390	($15,429)	$44,738,977	$44,982,530	($243,553)

School Jurisdiction Code: 2285

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$40,037,827
Support Block - Transportation	$4,608,506
SUBTOTAL	$44,646,333
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$4,920,369
Teacher Salary Enhancement	$1,688,000
Other Alberta Learning revenues (Describe) RCF & Funding Injection	$720,232
Other - Government of Alberta (Excluding Alberta Finance)	$181,096
Federal government/First Nations	$0
Other Alberta school authorities	$793
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$760,772
Interest on investments	$257,643
Rentals of facilities	$647
Gains on disposal of capital assets	$206,490
Amortization of capital allocations	$1,351,050
School generated funds (Schedule E)	$2,174,026
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$56,907,451**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$2,276,298
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$2,276,298**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,908,090
PLUS: transfers to Restricted - Operating (Board/System Administration)	$198,069
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,106,159
Maximum Expense Limit for Board & System Administration (Step 3)	$2,276,298
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$170,139

School Jurisdiction Code: 2285

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$676,635
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$2,174,026	
Less: SGF - related cost recoveries (Note 3)	$1,000,633	
- capitalized at the District level (Note 4)	$0	
Net Total	$1,173,393	
Plus: Donations Received (Note 5)	$73,854	
Equals: Net Additions to SGF		$1,247,247
Net SGF Available for discretionary spending		$1,923,882
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$1,182,281
Unexpended SGF - Closing Balance August 31, 2004		$741,601

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 2285

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$158,379	$772,240	$0	$0	$85,470	$1,016,089		$1,016,089
Uncertificated benefits	$43,063	$148,080	$0	$0	$15,058	$206,201		$206,201
Sub-total Remuneration	$201,442	$920,320	$0	$0	$100,528	$1,222,290		$1,222,290
Contracted Services	$1,512,619	$222,950	$0	$0	$53,846	$1,789,415		$1,789,415
Supplies	$169,121	$266,056	$0	$674,240	$109,248	$1,218,665		$1,218,665
Electricity			$700,838			$700,838		$700,838
Natural Gas/Heating Fuel			$572,302			$572,302		$572,302
Sewer and Water			$94,255			$94,255		$94,255
Telecommunications			$48,841			$48,841		$48,841
Insurance					$201,888	$201,888		$201,888
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$1,306,844	$1,306,844
Unsupported						$717,977		$717,977
Total Amortization						$717,977	$1,306,844	$2,024,821
Interest on capital debt								
Supported							$937,528	$937,528
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,883,182	$1,409,326	$1,416,236	$674,240	$465,510	$6,566,471	$2,244,372	$8,610,843
SQUARE METRES								
School Buildings								104,419.0
Non School Buildings								2,810.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications

Expensed IMP & Portable Relocations: All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations

Facility Planning & Operations Maintenance: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 2285

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Gwenda Poyser	1.0	$22,462	$4,136	$0			$26,598	$3,727
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Brenda Herder	1.0	$20,393	$4,068	$0			$24,461	$3,415
Name	Michele Mulder	1.0	$14,137	$3,788	$0			$17,925	$1,515
Name	Garry Oberg	1.0	$17,043	$1,585	$0			$18,628	$3,633
Name	Bill Sears	1.0	$18,275	$2,527	$0			$20,802	$2,277
Name	Cheryl Smith	1.0	$13,760	$2,545	$0			$16,305	$2,757
Name	Wayne Thorsteinson	1.0	$15,172	$1,355	$0			$16,527	$2,293
Name	Patricia Zemek	1.0	$22,363	$4,167	$0			$26,530	$5,717
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*8.0*	*$143,605*	*$24,171*	*$0*			*$187,776*	*$25,334*
Superintendent	Warren Phelps	1.0	$113,100	$11,590	$2,400	$0	$0	$127,090	$18,782
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	William Schultz	1.0	$101,450	$15,331	$0	$0	$0	$116,781	$6,352
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		436.2	$30,414,320	$3,038,767	$2,200	$0	$0	$33,455,287	
Uncertificated Salaries & Wages		390.5	$10,043,991	$1,661,538	$0	$0	$0	$11,705,529	
TOTALS			$40,816,466	$4,751,397	$4,600	$0	$0	$45,572,463	

Note Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 2245

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Black Gold Regional Division No. 18
Legal Name of School Jurisdiction

#301, 1101 5th Street, Nisku, Alberta T9A 7N3
Mailing Address

(780) 955-6025 (780) 955-6050 (Fax)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Black Gold Regional Division No. 18 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Lois Watson
Name

"ORIGINAL SIGNED"
Signature

SUPERINTENDENT

John Bole
Name

"ORIGINAL SIGNED"
Signature

SECRETARY TREASURER OR TREASURER

Orville Borys
Name

"ORIGINAL SIGNED"
Signature

24-Nov-04
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

MEYERS NORRIS PENNY LLP

AUDITORS' REPORT

To the Board of Trustees of

BLACK GOLD REGIONAL DIVISION NO. 18

We have audited the statement of financial position of the **Black Gold Regional Division No. 18** as at August 31, 2004 and the related statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Meyers Norris Penny LLP

Leduc, Alberta
November 5, 2004

CHARTERED ACCOUNTANTS

School Jurisdiction Code: 2245

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$7,251,328	$14,729,659
Accounts receivable (net after allowances)		$6,564,738	$2,280,044
Prepaid expenses		$184,483	$189,912
Other current assets		$287,925	$380,473
Total current assets		$14,288,474	$17,580,088
School generated assets		$852,258	$931,704
Trust assets		$613,447	$552,177
Long term accounts receivable		$220,800	$257,600
Long term investments		$0	$0
Capital assets			
Land		$2,394,945	$2,394,945
Buildings	$86,284,746		
Less: accumulated amortization	($34,486,199)	$51,798,547	$46,234,694
Equipment	$5,165,097		
Less: accumulated amortization	($3,290,589)	$1,874,508	$1,858,911
Vehicles	$947,301		
Less: accumulated amortization	($308,885)	$638,416	$545,260
Total capital assets		$56,706,416	$51,033,810
TOTAL ASSETS		$72,681,395	$70,355,379
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$5,757,858	$4,772,495
Deferred revenue		$1,017,525	$1,839,402
Deferred capital allocations		$2,574,952	$6,524,019
Current portion of all long term debt		$2,173,310	$2,501,257
Total current liabilities		$11,523,645	$15,637,173
School generated liabilities		$852,258	$931,704
Trust liabilities		$613,447	$552,177
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$11,277,320	$13,778,577
Less: Current portion of supported debt		($2,173,310)	($2,501,257)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$40,027,830	$31,785,399
Total long term liabilities		$50,597,545	$44,546,600
TOTAL LIABILITIES		$62,121,190	$60,183,773
NET ASSETS			
Unrestricted net assets		$395,550	$192,035
Operating Reserves		$3,516,107	$3,378,300
Accumulated Operating Surplus (Deficit)		$3,911,657	$3,570,335
Investment in capital assets		$5,401,266	$5,469,834
Capital Reserves		$1,247,282	$1,131,437
Total Capital Funds		$6,648,548	$6,601,271
Total net assets		$10,560,205	$10,171,606
TOTAL LIABILITIES AND NET ASSETS		$72,681,395	$70,355,379

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 2245

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$50,544,176	$49,267,552	$49,035,829
Alberta Infrastructure	$6,229,672	$6,371,846	$5,842,431
Alberta Finance	$1,273,451	$1,271,685	$1,537,812
Other Government of Alberta	$97,197	$4,900	$8,327
Federal Government and/or First Nations	$8,293	$0	$174,675
Other Alberta school authorities	$31,535	$0	$2,091
Out of province authorities	$0	$0	$0
Alberta Municipalities	$63,188	$56,919	$63,759
Instruction resource fees	$514,749	$480,747	$531,615
Transportation fees	$82,746	$81,000	$82,406
Other sales and services	$118,816	$64,200	$120,674
Investment income	$236,770	$150,000	$265,110
Gifts and donations	$23,074	$0	$5,675
Rentals of facilities	$126,101	$102,600	$125,322
Net school generated funds	$2,058,289	$1,860,000	$1,884,850
Gains on disposal of capital assets	$0	$0	$44,459
Amortization of capital allocations	$2,078,095	$2,152,970	$2,083,124
Total Revenues	$63,486,152	$61,864,419	$61,808,159
EXPENSES			
Certificated salaries	$32,771,725	$32,005,199	$32,148,168
Certificated benefits	$3,465,132	$3,485,877	$3,464,970
Uncertificated salaries and wages	$8,244,451	$7,951,266	$7,919,550
Uncertificated benefits	$1,780,985	$1,584,042	$1,576,327
Services, contracts and supplies	$11,048,633	$11,157,217	$10,685,303
Net school generated funds	$2,058,289	$1,860,000	$1,884,850
Capital and debt services			
Amortization of capital assets			
Supported	$2,078,095	$2,152,970	$2,083,124
Unsupported	$394,109	$392,993	$406,891
Total Amortization of capital assets	$2,472,204	$2,545,963	$2,490,015
Interest on capital debt			
Supported	$1,273,451	$1,271,685	$1,537,812
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,273,451	$1,271,685	$1,537,812
Other interest charges	$2,183	$3,000	$2,206
Losses on disposal of capital assets	$7,643	$0	$1,226
Total Expenses	$63,124,696	$61,864,249	$61,710,427
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$361,456	$170	$97,732
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$361,456	$170	$97,732

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2245

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$361,456	$97,732
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,078,095)	($2,083,124)
Total amortization expense	$2,472,204	$2,490,015
Gains on disposal of capital assets	$0	($44,459)
Losses on sale of capital assets	$7,643	$1,226
Changes in accrued accounts:		
Accounts receivable	($4,284,694)	($236,049)
Prepaids and other current assets	$97,977	$22,729
Long term accounts receivable	$36,800	$36,800
Long term investments	$0	$0
Payables and accrued liabilities	$985,363	$801,935
Deferred revenue	($821,877)	($37,093)
Employee future benefits	$0	$0
Other (describe) Net cap. alloc/holdback non-cash transactions	$3,555,820	($98,795)
Total sources (uses) of cash from Operations	$332,597	$950,917
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($7,560,419)	($5,657,643)
Equipment	($310,593)	($372,983)
Vehicles	($145,399)	($137,649)
Net proceeds from disposal of capital assets	$19,500	$90,250
Other (describe) Net holdback non-cash transactions	$23,454	$322,793
Total sources (uses) of cash from Investing activities	($7,973,457)	($5,755,232)
C. FINANCING ACTIVITIES		
Capital allocations received	$3,741,803	$566,469
Issue of long term debt	$0	$0
Repayment of long term debt	($2,501,257)	($2,519,699)
Add back: supported portion	$2,501,257	$2,519,699
Other (describe) Net capital allocation non-cash transactions	($3,579,274)	($223,998)
Total sources (uses) from Financing activities	$162,529	$342,471
Net sources (uses) of cash equivalents* during year	($7,478,331)	($4,461,844)
Cash Equivalents at the beginning of the year	$14,729,659	$19,191,503
Cash Equivalents at the end of the year	$7,251,328	$14,729,659

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code 2245

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$10,171,606	$5,469,834	$192,035	$4,509,737	$2,141,072	$253,784	$107,668	$594,567	$457,520	$140,086	$564,940	$0	$107,100	$143,000
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$10,171,606	$5,469,834	$192,035	$4,509,737	$2,141,072	$253,784	$107,668	$594,567	$457,520	$140,086	$564,940	$0	$107,100	$143,000
Surplus(def) of revenue over expenses	$361,456		$361,456											
Board funded capital transactions		$325,541	($79,709)	($245,832)	($16,914)	($112,593)	$0	($97,922)	$0	($18,403)	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($2,472,204)	$2,472,204											
Amortization of capital allocations		$2,078,095	($2,078,095)											
Disposal of unsupported capital assets	$27,143	$0	$7,643	$19,500		$19,500		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($161,421)	$161,421	$0		$21,506		$51,824		$88,091		$0	
Net transfers from operating reserves			$6,700	($6,700)	($4,821)		$0		($1,879)		$0		$0	
Net transfers to capital reserves			($325,263)	$325,263		$230,151		$55,319		$39,793		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$10,560,205	$5,401,266	$395,550	$4,763,389	$2,119,337	$390,842	$129,174	$551,964	$507,465	$161,476	$653,031	$0	$107,100	$143,000

School Jurisdiction Code: 2245

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$6,524,019	$31,785,399
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$3,420,665	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$177,804	
Interest earned on provincial government capital allocations		$143,334	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$128,399
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$2,501,257
Expended capital allocations - current year		($7,690,870)	$7,690,870
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			
Capital allocations amortized to revenue			$2,078,095
Balance at August 31, 2004		$2,574,952	$40,027,830

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

1. Authority And Purpose

The School Jurisdiction delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002. It is not taxable under Section 149(1) of the *Income Tax Act*.

The Division receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Division is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependant on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Grants received for construction and acquisition of capital assets are recognized as revenue on the same basis that the cost of the assets is amortized.

(b) Capital Assets

Capital assets costing greater than $5,000 are recorded at original cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	10 to 40 years
Equipment	5 and 10 years
Vehicles	5 and 10 years

2. Significant Accounting Policies (continued)

(c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

(d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Black Gold Regional Division does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $371,754 for the year ended August 31, 2004 (2003 - $290,432). At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410,987,000 (2002 deficiency of $444,980,000).

(f) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

(g) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

(h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the Division, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. Accounts Receivable

	2004	2003
Government of Alberta	$ 5,666,238	$ 1,519,972
Federal Government	578,471	581,338
Other	184,622	117,963
Alberta Municipalities	135,407	59,180
Other School Jurisdictions	-	1,591
	$ 6,564,738	$ 2,280,044

Long-term accounts receivable arose upon the sale of the interest and right of occupancy to the School Board Space in the Leduc Civic Center Complex, and will be collected in equal instalments over the next seven years. The current portion of $36,800 is included in the amount due from Alberta Municipalities, above.

4. Trust Assets and Trust Liabilities

(a) Deferred Salary Leave Plan

The Black Gold Regional Division No. 18 has established a Deferred Salary Leave Plan; whereby eligible employees are able to, at their option, defer a portion of their salary. These funds are held in trust in separate bank accounts. At August 31, 2004 total funds in the plan were $283,901 (2003 - $316,104).

(b) Scholarship Trusts

The Division also manages trust funds, which will be used to pay school scholarships. At August 31, 2004 total funds in trust were $45,105 (2003 - $43,074).

(c) Student Health Initiative Trust

The Division is the banker board for the Leduc and Area Student Health Initiative Partnership. As of August 31, 2004, the Division held $284,441 in trust for this initiative (2003 – $192,999).

5. Accounts Payable and Accrued Liabilities

	2004	2003
Trade payables	$ 3,293,638	$ 2,672,292
Payroll remittances payable	1,322,353	1,159,072
Government of Alberta	560,288	690,008
Wages payable	529,071	151,998
Early retirement payable	42,352	99,125
Alberta Municipalities	10,156	-
	$ 5,757,858	$ 4,772,495

6. Deferred Revenue

The following amounts have been deferred and will be recognized as income to match the expenditures as incurred.

	2004	2003
Operations and maintenance support	$ 365,137	$ -
Infrastructure Maintenance Program (formerly BQRP)	285,327	706,558
Block modernization funding	202,627	236,528
Other	164,434	373,768
One-time grant funding	-	470,342
Technology integration funding	-	52,206
	$ 1,017,525	$ 1,839,402

7. Debenture Debt

The debenture debt bears interest at rates varying between 6.875% and 12%. Interest paid on long-term debt during 2004 was $1,403,170 (2003 - $1,669,694).

Debenture payments due over the next five years and beyond are:

	Principal	Interest	Total
2004-2005	$ 2,173,310	$ 1,138,115	$ 3,311,425
2005-2006	1,939,275	910,317	2,849,592
2006-2007	1,631,932	710,478	2,342,410
2007-2008	1,538,067	543,372	2,081,439
2008-2009	1,073,016	385,710	1,458,726
2009 to maturity	2,921,720	731,734	3,653,454
	$ 11,277,320	$ 4,419,726	$ 15,697,046

The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt, therefore the working capital (current assets minus current liabilities) is understated by $2,173,310.

8. Deferred Capital Allocations

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the Division, but the related expenditure has not yet been made at year-end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account.

9. Unamortized Capital Allocations

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debentured capital funds, as the principal is repaid. Since the receipt of the funding does not coincide with the amortization of the cost, the unamortized portion of the grants are recorded as a liability on the statement of financial position.

10. Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board, to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

11. Contingencies

The Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. The payments have been recorded as expenditures in the financial statements, as the value of equity is subject to liability claims and is not an asset that the Division can liquidate.

The Division has agreed to enter into a participation agreement for the Registered Supplemental Integrated Pension Plan, as proposed by the Alberta School Boards Association. Implementation of the plan requires a minimum level of participation by Alberta school jurisdictions, and as this level has not yet been achieved, no liability has been recorded in these financial statements.

12. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

13. Economic Dependence on Related Third Party

The School Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent upon this funding.

14. Comparative Figures

The Actual 2003 comparative figures have been reclassified where necessary to conform to Actual 2004 presentation, as follows.

On the statement of cash flows, 2003 total uses of cash from investing activities has been reduced by $322,793 to recognize that additions to capital assets in this amount resulted from an increase in holdbacks payable, rather than a use of cash.

In addition, 2003 total sources of cash from financing activities has been reduced by $223,998 to recognize that capital allocations in this amount were receivable at year-end, and had not yet been received in cash.

These changes resulted in a reduction in 2003 total sources of cash from operations by $98,795. They had no effect on net uses of cash or cash balances in 2003.

15. Trustees Remuneration (Schedule G)

The remuneration disclosed on Schedule G includes both the taxable and non-taxable portion of trustees' remuneration.

School Jurisdiction Code: 2245

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$41,658,778	$2,505,675	$39,153,103						
(2) Support block	$4,713,088				$2,751,793			$1,961,295	
(3) Instruction & support block reallocations	$0	$7,511	$53,414		($60,925)			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$1,013,068	$0	$1,013,068						
(5) Student Health Initiative (SHI)	$24,446	$0	$0						$24,446
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$1,930,000	$49,737	$1,861,379					$18,884	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$1,204,796	$0	$1,204,796	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$50,544,176	$2,562,923	$43,285,760	$0	$2,690,868			$1,980,179	$24,446
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$1,003,668			$1,003,668					
(13) Operations & Maintenance support	$4,798,362			$4,798,362					
(14) Operations & Maintenance support (One-Time)	$427,642			$427,642					
(15) **Total Alberta Infrastructure Revenue**	$6,229,672			$6,229,672					
(16) **Alberta Finance**	$1,273,451			$1,273,451					$0
(17) **Other - Government of Alberta**	$97,197	$0	$91,836	$5,361	$0			$0	$0
(18) **Federal Government and/or First Nations**	$8,293	$0	$8,293	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$31,535	$0	$31,535	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$63,188	$0	$58,850	$3,190	$0			$1,148	$0
(22) **Instruction resource fees**	$514,749	$0	$514,749						
(23) **Transportation fees**	$82,746				$82,746				
(24) **Other sales and services**	$118,816	$0	$90,875	$23,943	$2,575			$1,280	$143
(25) **Investment income**	$236,770	$8,826	$170,267	$40,101	$10,172			$7,404	$0
(26) **Gifts and donations**	$23,074	$0	$23,074	$0	$0				$0
(27) **Rentals of facilities**	$126,101		$0	$14,809	$0			$0	$111,292
(28) **Net school generated funds**	$2,058,289	$0	$2,058,289	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$2,078,095		$147,747	$1,921,226	$9,122				$0
(31) **TOTAL REVENUES**	$63,486,152	$2,571,749	$46,481,275	$9,511,753	$2,795,483			$1,990,011	$135,881
EXPENSES									
(32) **Certificated salaries**	$32,771,725	$1,026,324	$31,391,483				$353,918	$353,918	$0
(33) **Certificated benefits**	$3,465,132	$113,590	$3,325,481				$26,061	$26,061	$0
(34) **Uncertificated salaries and wages**	$8,244,451	$875,849	$4,227,219	$2,111,771	$85,351	$132,332	$792,537	$924,869	$19,392
(35) **Uncertificated benefits**	$1,780,985	$171,366	$934,293	$431,027	$21,562	$20,346	$201,389	$221,735	$1,002
(36) **SUB - TOTAL**	$46,262,293	$2,187,129	$39,878,476	$2,542,798	$106,913	$152,678	$1,373,905	$1,526,583	$20,394
(37) **Services, contracts & supplies**	$11,048,633	$101,703	$4,187,916	$3,735,932	$2,566,357	$113,114	$282,794	$395,908	$60,817
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$286,521	($271,521)	($53,754)	$25,000	$0	($28,072)	($28,072)	$41,826
(39) **Net school generated funds**	$2,058,289	$0	$2,058,289	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$2,078,095	$0	$147,747	$1,921,226	$9,122		$0	$0	$0
(41) Unsupported	$394,109	$0	$213,393	$92,100	$0	$0	$75,772	$75,772	$12,844
(42) Total Amortization	$2,472,204	$0	$361,140	$2,013,326	$9,122	$0	$75,772	$75,772	$12,844
Interest on capital debt									
(43) Supported	$1,273,451	$0	$0	$1,273,451	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$2,183	$0	$0	$0	$0		$2,183	$2,183	$0
(46) Losses on disposal of capital assets	$7,643	$0	$7,643	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$63,124,096	$2,575,353	$46,221,943	$9,511,753	$2,707,392	$265,792	$1,706,582	$1,972,374	$135,881
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$361,456	($3,604)	$259,332	$0	$88,091			$17,637	$0

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$25,315,595	$3,038,648	$38,013	$1,843,220	$411,125	$744,882	$0	$31,391,483
Certificated benefits	$2,735,645	$266,743	$3,550	$199,050	$44,405	$76,088	$0	$3,325,481
Uncertificated salaries and wages	$196,798	$2,223,202	$10,944	$11,527	$1,701,193	$83,555	$0	$4,227,219
Uncertificated benefits	$41,750	$485,327	$2,778	$3,220	$384,168	$17,050	$0	$934,293
SUB - TOTAL REMUNERATION	$28,289,788	$6,013,920	$55,285	$2,057,017	$2,540,891	$921,575	$0	$39,878,476
Services, contracts & supplies	$3,461,075	$465,398	$1,892	$44,840	$176,222	$38,489	$0	$4,187,916
Cost recoveries & transfers	($39,464)	($232,057)	$0	$0	$0	$0	$0	($271,521)
Net school generated funds	$2,058,289							$2,058,289
Amortization of capital assets								
Supported	$141,313	$6,434	$0					$147,747
Unsupported	$27,346	$186,047	$0					$213,393
Total Amortization	$168,659	$192,481	$0					$361,140
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$7,643	$0						$7,643
TOTAL EXPENSES	$33,945,990	$6,439,742	$57,177	$2,101,857	$2,717,113	$960,064	$0	$46,221,943
FTE Certificated				27.7	6.2			
FTE Uncertificated				0.5	86.3			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$35,570,622	$3,632,589	$2,665,803	$53,414	$41,922,428	$34,983,482	$6,938,946
School Admin & Instruction Support Expenses						$6,439,742	($6,439,742)
System Instruction Support Expenses						$57,177	($57,177)
Total Basic Instruction	$35,570,622	$3,632,589	$2,665,803	$53,414	$41,922,428	$41,480,401	$442,027
Sub-Programs & Initiatives							
Severely Disabled	$2,499,736	$139,194	$11,709		$2,650,639	$2,717,113	($66,474)
English as a Second Language	$34,592				$34,592	$36,528	($1,936)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$6,239				$6,239		$6,239
Growth & Density	$0				$0		$0
Teacher Assistants Program	$151,144				$151,144	$157,125	($5,981)
Early Literacy Initiative (K-2)	$261,858				$261,858	$241,286	$20,572
Learning Resources Credit & Resources for the Classroom	$84,437	$307,460	$514,749		$906,646	$906,646	$0
Technology Integration	$399,058		$0		$399,058	$517,347	($118,289)
French Language Program & Francisation (all jurisdictions)	$104,269		$0		$104,269	$104,269	$0
Home Education	$41,148		$3,254		$44,402	$61,228	($16,826)
Total Sub-Programs & Initiatives	$3,582,481		$529,712		$4,558,847	$4,741,542	($182,695)
INSTRUCTION, GRADES 1-12	$39,153,103	$4,079,243	$3,195,515	$53,414	$46,481,275	$46,221,943	$259,332

School Jurisdiction Code: 2245

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$41,259,720
Support Block - Transportation	$2,751,793
SUBTOTAL	$44,011,513
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$4,798,362
Teacher Salary Enhancement	$1,930,000
Other Alberta Learning revenues (Describe) Secondment, Sub reimburse, RCF, Add'l Funding	$1,204,796
Other - Government of Alberta (Excluding Alberta Finance)	$97,197
Federal government/First Nations	$8,293
Other Alberta school authorities	$31,535
Out of province local authorities	$0
Alberta municipalities	$63,188
Other sales and services	$118,816
Interest on investments	$236,770
Rentals of facilities	$126,101
Gains on disposal of capital assets	$0
Amortization of capital allocations	$2,078,095
School generated funds (Schedule E)	$2,903,266
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$57,607,932**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$2,304,317
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$2,304,317**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,972,374
PLUS: transfers to Restricted - Operating (Board/System Administration)	$51,824
LESS: transfers from Restricted - Operating (Board/System Administration)	-$1,879
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,022,319
Maximum Expense Limit for Board & System Administration (Step 3)	$2,304,317
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$281,998

School Jurisdiction Code: 2245

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$931,704
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$2,903,266	
Less: SGF - related cost recoveries (Note 3)	$963,774	
- capitalized at the District level (Note 4)	$59,467	
Net Total	$1,880,025	
Plus: Donations Received (Note 5)	$98,818	
Equals: Net Additions to SGF		$1,978,843
Net SGF Available for discretionary spending		$2,910,547
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$2,058,289
Unexpended SGF - Closing Balance August 31, 2004		$852,258

Note 1 input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 2245

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$1,262,891	$590,845	$0	$0	$258,035	$2,111,771		$2,111,771
Uncertificated benefits	$219,887	$158,793	$0	$0	$52,347	$431,027		$431,027
Sub-total Remuneration	$1,482,778	$749,638	$0	$0	$310,382	$2,542,798		$2,542,798
Contracted Services	$17,205	$501,700	$0	$940,363	$5,116	$1,464,384		$1,464,384
Supplies	$178,785	$220,330	$0	$0	$11,684	$410,799		$410,799
Electricity			$975,476			$975,476		$975,476
Natural Gas/Heating Fuel			$614,714			$614,714		$614,714
Sewer and Water			$72,370			$72,370		$72,370
Telecommunications			$37,239			$37,239		$37,239
Insurance					$160,950	$160,950		$160,950
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$1,921,226	$1,921,226
Unsupported						$92,100		$92,100
Total Amortization						$92,100	$1,921,226	$2,013,326
Interest on capital debt								
Supported							$1,273,451	$1,273,451
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						($53,754)		($53,754)
TOTAL EXPENSES	$1,678,768	$1,471,668	$1,699,799	$940,363	$488,132	$6,317,076	$3,194,677	$9,511,753
SQUARE METRES								
School Buildings								104,418.8
Non School Buildings								3,752.2
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	45.3	19.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 2245

SCHEDULE G to the AFS

DISCLOSURE OF SALARIES AND BENEFITS - 2003-200

(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Lois Watson	1.0	$21,830	$764	$0			$22,594	$4,684
Name	0.0	$0	$0	$0			$0	$0
Other Board Members:								
Tonia Bills	1.0	$20,710	$3,280	$0			$23,990	$5,240
Terry Bouwman	1.0	$17,820	$4,160	$0			$21,980	$7,247
Ed Chubocha	1.0	$10,800	$103	$0			$10,903	$1,630
Barb Martinson	1.0	$21,212	$4,222	$0			$25,434	$5,194
Johnette Lemke	1.0	$19,260	$4,175	$0			$23,435	$6,552
Dixon Ward	1.0	$20,700	$3,642	$0			$24,342	$6,639
							$0	
							$0	
							$0	
							$0	
							$0	
							$0	
							$0	
							$0	
							$0	
							$0	
							$0	
							$0	
							$0	
Subtotal	*7.0*	*$132,332*	*$20,346*	*$0*			*$152,678*	*$37,186*
John Bole	1.0	$130,971	$8,496	$0	$0	$0	$139,467	$7,595
Superintendent						$0	$0	
Orville Borys	1.0	$110,721	$15,943	$0	$0	$0	$126,664	$5,327
Secretary/Treasurer							$0	
							$0	
							$0	
							$0	
							$0	
Certificated Salaries	471.7	$32,640,754	$3,456,636	$0	$0	$0	$36,097,390	
Uncertificated Salaries & Wages	290.2	$8,001,398	$1,744,696	$0	$0	$0	$9,746,094	
TOTALS		**$41,016,176**	**$5,246,117**	**$0**	**$0**	**$0**	**$46,262,293**	

Note: Employed or contracted out. Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 6017

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

BOYLE STREET EDUCATION CENTRE
Legal Name of School Jurisdiction

10116 - 105 AVENUE, EDMONTON, AB T5H 0K2
Mailing Address

PH: 780-424-4106 FAX: 780-425-2205
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules BOYLE STREET EDUCATION CENTRE
(Legal Name of School Jurisdiction)

presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

TRACY PELLAND — **Name**
"Original Signed By" — **Signature**

SUPERINTENDENT

JOHN BROSSEAU — **Name**
"Original Signed By" — **Signature**

SECRETARY TREASURER OR TREASURER

HOPE HUNTER — **Name**
"Original Signed By" — **Signature**

Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

DENNIS PALLARD PROFESSIONAL CORPORATION
CHARTERED ACCOUNTANT

Dennis Pallard, CA
dpallard@pallard.com
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Edmonton, Alberta, Canada T5L 4S6
Phone (780) 454-6757
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AUDITOR'S REPORT

To the directors of the Boyle Street Education Centre

I have audited the statement of financial position of Boyle Street Education Centre as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. These standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion these financial statements present fairly, in all material respects, the financial position of the organization as at August 31, 2004 and the results of its operations, cash flows, changes in net assets and capital allocations for the year then ended in accordance with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Dennis Pallard

Edmonton, Alberta
November 17, 2004

CHARTERED ACCOUNTANT

School Jurisdiction Code: 6017

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$186,648	$307,189
Accounts receivable (net after allowances)		$277,158	$58,597
Prepaid expenses		$50,715	$7,500
Other current assets		$0	$0
Total current assets		$514,521	$373,286
School generated assets		$15,569	$20,185
Trust assets		$27,516	$27,004
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$99,071		
Less: accumulated amortization	$0	$99,071	$0
Equipment	$24,325		
Less: accumulated amortization	$0	$24,325	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$123,396	$0
TOTAL ASSETS		$681,002	$420,475
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$99,311	$33,939
Deferred revenue		$18,101	$12,685
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$117,412	$46,624
School generated liabilities		$15,569	$20,185
Trust liabilities		$27,516	$27,004
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$43,085	$47,189
TOTAL LIABILITIES		$160,497	$93,813
NET ASSETS			
Unrestricted net assets		$397,109	$326,662
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$397,109	$326,662
Investment in capital assets		$123,396	$0
Capital Reserves		$0	$0
Total Capital Funds		$123,396	$0
Total net assets		$520,505	$326,662
TOTAL LIABILITIES AND NET ASSETS		$681,002	$420,475

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 6017

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$1,310,943	$1,230,261	$1,221,234
Alberta Infrastructure	$321,843	$192,811	$54,926
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$39,016	$55,000	$42,881
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$0	$0	$0
Transportation fees	$0	$0	$0
Other sales and services	$0	$0	$0
Investment income	$6,204	$9,000	$8,231
Gifts and donations	$9,500	$0	$20,369
Rentals of facilities	$0	$0	$0
Net school generated funds	$7,191	$0	$10,042
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$1,694,697	$1,487,072	$1,357,683
EXPENSES			
Certificated salaries	$678,710	$661,457	$619,580
Certificated benefits	$74,797	$66,282	$66,815
Uncertificated salaries and wages	$227,616	$199,698	$251,418
Uncertificated benefits	$28,998	$31,284	$34,022
Services, contracts and supplies	$483,542	$418,683	$350,931
Net school generated funds	$7,191	$0	$10,042
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Amortization of capital assets	$0	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$1,500,854	$1,377,404	$1,332,808
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$193,843	$109,668	$24,875
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$193,843	$109,668	$24,875

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 6017

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$193,843	$24,875
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$0	$0
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($218,561)	($24,722)
Prepaids and other current assets	($43,215)	($2,170)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$65,372	($6,575)
Deferred revenue	$5,416	$11,099
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$2,855	$2,507
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($99,071)	$0
Equipment	($24,325)	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($123,396)	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	($120,541)	$2,507
Cash Equivalents at the beginning of the year	$307,189	$304,682
Cash Equivalents at the end of the year	$186,648	$307,189

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtedness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code 6017

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$326,662	$0	$326,662	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$326,662	$0	$326,662	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$193,843		$193,843											
Board funded capital transactions		$123,396	($123,396)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		$0	$0											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$520,505	$123,396	$397,109	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 6017

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2004		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

BOYLE STREET EDUCATION CENTRE
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2004

1. AUTHORITY AND PURPOSE

The Boyle Street Education Centre was incorporated on August 16, 2000 as a company pursuant to the Alberta Companies Act. The object for which the company is established is to maintain a Charter School within the meaning of the Alberta School Act and to do anything which is conducive to the attainment of the foregoing object. The income and property of the company must be applied solely towards the promotion of its objects and none of its property is to be paid or transferred to its members.

The Boyle Street Education Centre delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, 2002.

The Education Centre receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

REVENUE RECOGNITION

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are not recorded.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Scholarship trust funds are recorded as direct increases in trust assets and liabilities.

PROPERTY AND EQUIPMENT

Property and equipment with a cost in excess of $5,000 are capitalized. As at August 31, 2004 the Education Centre had no assets that were capitalized.

SCHOOL GENERATED FUNDS

These are funds from the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school level.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

PENSIONS

The Education Centre's employment contracts have no provision for employer contributions to a pension plan. The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta.

CONTRIBUTED SERVICES

Volunteers contribute a considerable number of hours per year to the Education Centre to ensure that certain programs are delivered. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

FINANCIAL INSTRUMENTS

The Education Centre's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the Education Centre is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair market value of these financial instruments approximate their carrying values. The Education Centre has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

TRUST ASSETS AND LIABILITIES

The Education Centre holds scholarship trust funds received from Canative Housing. The amount has been recorded as restricted cash and is to be used for future scholarship payments, the eligibility for which is to be determined by the Scholarship Committee.

OPERATING AND CAPITAL RESERVES

Reserves can be established by external mandates or at the discretion of the Board of Directors to set aside funds for future operations, capital expenditures or other purposes. Such reserves are appropriations of accumulated surplus and as at August 31, 2004 the Education Centre had not established any reserves.

BOYLE STREET EDUCATION CENTRE
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2004

3. ACCOUNTS RECEIVABLE

Details of the accounts receivable are as follows:

	2004	2003
Due from Alberta Infrastructure	-	5,864
Final plant operations and maintenance received Sept. 8, 2004	108,172	-
Funding approval for 2003 to 2004 school year	80,898	-
Final 10% of lease subsidy for RH David Building	8,325	-
Due from Alberta Learning	-	29,122
Final payment receivable for 2003-2004 funding framework	57,980	-
Goods and Services Tax rebate	19,654	21,442
Boyle Street Service Society	2,129	2,129
General accounts receivable	-	40
	$ 277,158	$ 58,597

4. PREPAID EXPENSES

The prepaid expenses consist of insurance premiums paid which relate to the subsequent fiscal year.

5. ACCOUNTS PAYABLE

Details of the accounts payable are as follows:

	2004	2003
Other trade payables and accrued liabilities	$ 99,311	$ 33,937

6. DEFERRED REVENUE

Details of the deferred revenue are as follows:

	2004	2003
Alberta Infrastructure	$ -	$ 5,566
Justice Canada - Beat of Boyle Street	18,101	7,119
Alberta Learning one time grant	-	-
	$ 18,101	$ 12,685

7. SCHOOL GENERATED FUNDS

Details of the school generated funds are as follows:

	2004	2003
Balance beginning of year	$ 20,185	$ 27,888
Source of School Generated Funds (SGF)		
Reimbursement of expenses	2,047	1,672
Interest earned	528	667
	22,760	30,227
Less SGF expended for the year	(7,191)	(10,042)
Balance end of year	$ 15,569	$ 20,185

8. SCHOLARSHIP TRUST FUND

Details of the scholarship trust fund are as follows:

	2004	2003
Balance beginning of year	$ 27,004	$ 26,374
Interest earned	512	630
Balance end of year	$ 27,516	$ 27,004

9. BUDGET AMOUNTS

The budget was prepared by the Education Centre and approved by the Board of Directors. It is presented for information purposes only and has not been audited.

10. COMMITMENTS

The organization has no formal agreement for the lease of its premises.

11. COMPARATIVE FIGURES

Certain 2003 figures have been reclassified in order to facilitate comparison.

School Jurisdiction Code: 6017

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$1,166,862	$0	$1,166,862						
(2) Support block	$85,779				$27,468			$58,311	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$13,320	$0	$13,320						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$37,000	$0	$37,000					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$7,982	$0	$7,982	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$1,310,943	$0	$1,225,164	$0	$27,468			$58,311	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$0			$0					
(13) Operations & Maintenance support	$316,277			$316,277					
(14) Operations & Maintenance support (One-Time)	$5,566			$5,566					
(15) **Total Alberta Infrastructure Revenue**	$321,843			$321,843					
(16) **Alberta Finance**	$0			$0					$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$39,016	$0	$39,016	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$0	$0	$0						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$0	$0	$0	$0	$0			$0	$0
(25) **Investment income**	$6,204	$0	$5,214	$641	$112			$237	$0
(26) **Gifts and donations**	$9,500	$0	$9,500	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$7,191	$0	$7,191	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$1,694,697	$0	$1,286,085	$322,484	$27,580			$58,548	$0
EXPENSES									
(32) **Certificated salaries**	$678,710	$0	$678,710				$0	$0	$0
(33) **Certificated benefits**	$74,797	$0	$74,797				$0	$0	$0
(34) **Uncertificated salaries and wages**	$227,616	$0	$178,569	$9,834	$0	$0	$39,213	$39,213	$0
(35) **Uncertificated benefits**	$28,998	$0	$24,212	$1,510	$0	$0	$3,276	$3,276	$0
(36) **SUB - TOTAL**	$1,010,121	$0	$956,288	$11,344	$0	$0	$42,489	$42,489	$0
(37) **Services, contracts & supplies**	$483,542	$0	$261,587	$169,693	$19,981	$497	$31,784	$32,281	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$7,191	$0	$7,191	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$1,500,854	$0	$1,225,066	$181,037	$19,981	$497	$74,273	$74,770	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$193,843	$0	$61,019	$141,447	$7,599			($16,222)	$0

School Jurisdiction Code: 6017

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$360,734	$18,216	$0	$0	$299,760	$0	$0	$678,710
Certificated benefits	$40,606	$983	$0	$0	$33,208	$0	$0	$74,797
Uncertificated salaries and wages	$28,023	$25,840	$0	$0	$124,706	$0	$0	$178,569
Uncertificated benefits	$4,190	$2,705	$0	$0	$17,317	$0	$0	$24,212
SUB - TOTAL REMUNERATION	$433,553	$47,744	$0	$0	$474,991	$0	$0	$956,288
Services, contracts & supplies	$94,145	$71,579	$0	$0	$82,543	$13,320	$0	$261,587
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$7,191							$7,191
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$534,889	$119,323	$0	$0	$557,534	$13,320	$0	$1,225,066
FTE Certificated				0.0	5.9			
FTE Uncertificated				0.0	5.9			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$441,858	$58,302	$60,921	$0	$561,081	$505,916	$55,165
School Admin & Instruction Support Expenses						$119,323	($119,323)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$441,858	$58,302	$60,921	$0	$561,081	$625,239	($64,158)
Sub-Programs & Initiatives							
Severely Disabled	$673,887	$0	$0		$673,887	$557,534	$116,353
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$32,988		$0		$32,988	$32,988	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$10,436				$10,436		$10,436
Teacher Assistants Program	$0				$0	$0	$0
Early Literacy Initiative (K-2)	$0				$0	$0	$0
Learning Resources Credit & Resources for the Classroom	$3,557	$0	$0		$3,557	$5,169	($1,612)
Technology Integration	$4,136		$0		$4,136	$4,136	$0
French Language Program & Francisation (all jurisdictions)	$0		$0		$0	$0	$0
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$725,004		$0		$725,004	$599,827	$125,177
INSTRUCTION, GRADES 1-12	$1,166,862	$58,302	$60,921	$0	$1,286,085	$1,225,066	$61,019

School Jurisdiction Code: 6017

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$1,162,726
Support Block - Transportation	$27,468
SUBTOTAL	$1,190,194

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$316,277
Teacher Salary Enhancement	$37,000
Other Alberta Learning revenues (Describe) Unfunded cost pressures, grade 10 supplemental	$7,982
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$39,016
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$0
Interest on investments	$6,204
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$2,575
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$1,599,248**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4% — **6.00%**

If "Total Net Enrolled Students" are 2,000 and less = 6%

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1) — $95,955

Considerations for Charter Schools and Small Boards:

If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0

(If none of these considerations apply, leave the above cells blank)

MAXIMUM EXPENSE LIMIT — **$95,955**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$74,770
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$74,770
Maximum Expense Limit for Board & System Administration (Step 3)	$95,955
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$21,185

School Jurisdiction Code: 6017

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$20,185
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$2,575	
Less: SGF - related cost recoveries (Note 3)	$0	
- capitalized at the District level (Note 4)	$0	
Net Total	$2,575	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$2,575
Net SGF Available for discretionary spending		$22,760
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$7,191
Unexpended SGF - Closing Balance August 31, 2004		$15,569

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 6017

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$9,834	$0	$0	$0	$0	$9,834		$9,834
Uncertificated benefits	$1,510	$0	$0	$0	$0	$1,510		$1,510
Sub-total Remuneration	$11,344	$0	$0	$0	$0	$11,344		$11,344
Contracted Services	$0	$0	$0	$0	$0	$0		$0
Supplies	$0	$141,415	$0	$0	$0	$141,415		$141,415
Electricity			$0			$0		$0
Natural Gas/Heating Fuel			$0			$0		$0
Sewer and Water			$0			$0		$0
Telecommunications			$28,278			$28,278		$28,278
Insurance					$0	$0		$0
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$11,344	$141,415	$28,278	$0	$0	$181,037	$0	$181,037
SQUARE METRES								
School Buildings								0.0
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 6017

SCHEDULE G to the AFS

DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004

(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Tracy Pelland	1.0	$0	$0	$0			$0	$0
Name			$0	$0	$0			$0	$0
Other Board Members:									
Name	Leanne Anderson	1.0	$0	$0	$0			$0	$0
Name	Bill McMillan	1.0	$0	$0	$0			$0	$0
Name	Merle Kennedy	1.0	$0	$0	$0			$0	$0
Name	Marvin Foulkes	1.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$0*	*$0*	*$0*			*$0*	*$0*
Superintendent	John Brosseau	1.0	$15,000	$0	$0	$0	$0	$15,000	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Hope Hunter	1.0	$24,213	$3,276	$0	$0	$0	$27,489	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		11.0	$678,711	$74,797	$0	$0	$0	$753,508	
Uncertificated Salaries & Wages		7.0	$188,403	$25,722	$0	$0	$0	$214,125	
TOTALS			**$906,327**	**$103,795**	**$0**	**$0**	**$0**	**$1,010,122**	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual).

School Jurisdiction Code 1155

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Buffalo Trail Public Schools Regional Division #28
Legal Name of School Jurisdiction

1041 10A Street Wainwright, Alberta T9W 2R4
Mailing Address

Phone (780) 842-6144 Fax (780) 842-3255
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Buffalo Trail Public Schools Regional Division #28 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Mr. Brent Romanchuk	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
Mr. James Dalton	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
Mr. Jens Byrgesen	"ORIGINAL SIGNED"
Name	Signature

24-Nov-04
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 **FAX:** (780) 422-6996

Wilde & Company
CHARTERED ACCOUNTANTS

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4902 - 50th STREET
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AUDITORS' REPORT

To the Board of Trustees
Buffalo Trail Public Schools Regional Division No. 28

We have audited the statement of financial position of the Buffalo Trail Public Schools Regional Division No. 28 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Wilde & Company
Chartered Accountants

Vegreville, Alberta
October 20, 2004

School Jurisdiction Code: 1155

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$4,073,370	$5,879,346
Accounts receivable (net after allowances)		$2,303,355	$2,629,877
Prepaid expenses		$166,203	$143,978
Other current assets		$105,972	$118,577
Total current assets		$6,648,900	$8,771,778
School generated assets		$577,929	$587,182
Trust assets		$168,360	$57,772
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$337,900	$337,900
Buildings	$66,799,821		
Less: accumulated amortization	($29,843,030)	$36,956,791	$39,017,361
Equipment	$3,105,279		
Less: accumulated amortization	($1,965,978)	$1,139,301	$1,677,658
Vehicles	$649,857		
Less: accumulated amortization	($363,319)	$286,538	$276,088
Total capital assets		$38,720,530	$41,309,007
TOTAL ASSETS		$46,115,719	$50,725,739
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,429,929	$2,369,760
Deferred revenue		$426,969	$641,597
Deferred capital allocations		$258,701	$59,741
Current portion of all long term debt		$1,731,581	$1,741,187
Total current liabilities		$3,847,180	$4,812,285
School generated liabilities		$577,929	$587,182
Trust liabilities		$168,360	$57,772
Employee future benefits liability		$19,666	$5,987
Long term debt			
Supported: Debentures and other supported debt		$11,452,595	$12,808,031
Less: Current portion of supported debt		($1,323,493)	($1,355,436)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$408,089	$793,840
Mortgages		$0	$0
Less: Current portion of unsupported debt		($408,088)	($385,751)
Unamortized capital allocations		$25,698,652	$26,533,380
Total long term liabilities		$36,593,710	$39,045,005
TOTAL LIABILITIES		$40,440,890	$43,857,290
NET ASSETS			
Unrestricted net assets		$2,469,697	$2,469,697
Operating Reserves		$2,036,933	$3,217,992
Accumulated Operating Surplus (Deficit)		$4,506,630	$5,687,689
Investment in capital assets		$1,161,197	$1,173,758
Capital Reserves		$7,002	$7,002
Total Capital Funds		$1,168,199	$1,180,760
Total net assets		$5,674,829	$6,868,449
TOTAL LIABILITIES AND NET ASSETS		$46,115,719	$50,725,739

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 1155

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$32,586,268	$31,929,908	$32,699,581
Alberta Infrastructure	$4,279,698	$3,416,065	$3,555,309
Alberta Finance	$1,140,792	$1,215,654	$1,277,026
Other Government of Alberta	$5,743	$0	$10,564
Federal Government and/or First Nations	$53,191	$0	$74,955
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$437,044	$372,421	$463,373
Transportation fees	$42,996	$32,000	$35,516
Other sales and services	$359,132	$61,000	$266,642
Investment income	$146,227	$178,750	$242,712
Gifts and donations	$17,082	$5,000	$54,003
Rentals of facilities	$11,949	$0	$10,442
Net school generated funds	$955,410	$600,000	$695,429
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$2,010,742	$1,711,979	$1,850,386
Total Revenues	$42,046,274	$39,522,777	$41,235,938
EXPENSES			
Certificated salaries	$19,613,774	$18,835,957	$18,154,454
Certificated benefits	$2,080,102	$2,111,636	$2,048,862
Uncertificated salaries and wages	$5,614,629	$5,211,493	$5,553,316
Uncertificated benefits	$1,345,107	$901,440	$1,180,809
Services, contracts and supplies	$9,879,471	$10,074,926	$10,795,019
Net school generated funds	$955,410	$600,000	$695,429
Capital and debt services			
Amortization of capital assets			
Supported	$2,010,742	$1,711,979	$1,850,386
Unsupported	$564,974	$145,000	$540,581
Total Amortization of capital assets	$2,575,716	$1,856,979	$2,390,967
Interest on capital debt			
Supported	$1,140,793	$1,215,654	$1,279,616
Unsupported	$34,892	$0	$50,608
Total Interest on capital debt	$1,175,685	$1,215,654	$1,330,224
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$43,239,894	$40,808,085	$42,149,080
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($1,193,620)	($1,285,308)	($913,142)
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($1,193,620)	($1,285,308)	($913,142)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($1,193,620)	($913,142)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,010,742)	($1,850,386)
Total amortization expense	$2,575,716	$2,390,967
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$326,522	($722,367)
Prepaids and other current assets	($9,620)	$161,180
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($939,831)	($1,818,958)
Deferred revenue	($214,628)	($149,916)
Employee future benefits	$13,679	($3,582)
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,452,524)	($2,906,204)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$179,422	($3,616,362)
Equipment	($69,837)	($1,404,401)
Vehicles	($96,824)	($148,226)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$12,761	($5,168,989)
C. FINANCING ACTIVITIES		
Capital allocations received	$19,538	$934,453
Issue of long term debt	$0	$1,163,875
Repayment of long term debt	($1,741,187)	($1,829,366)
Add back: supported portion	$1,355,436	$1,459,331
Other (describe)	$0	$0
Total sources (uses) from Financing activities	($366,213)	$1,728,293
Net sources (uses) of cash equivalents* during year	($1,805,976)	($6,346,900)
Cash Equivalents at the beginning of the year	$5,879,346	$12,226,246
Cash Equivalents at the end of the year	$4,073,370	$5,879,346

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 1155

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	School Based		Infrastructure		Board & System Admin		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$6 868 449	$1 173 758	$2 469 697	$3 224 994	$2 630 426	$0	$183 622	$7 002	$199 543	$0	$204 401	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$6 868 449	$1 173 758	$2 469 697	$3 224 994	$2 630 426	$0	$183 622	$7 002	$199 543	$0	$204 401	$0	$0	$0
Surplus(def) of revenue over expenses	($1 193 620)		($1 193 620)											
Board funded capital transactions		$166 661	($166 661)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($2 575 716)	$2 575 716											
Amortization of capital allocations		$2 010 742	($2 010 742)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$385 752	($385 752)											
Net transfers to operating reserves			($350 837)	$350 837	$0		$270 724		$80 113		$0		$0	
Net transfers from operating reserves			$1 531 896	($1 531 896)	($1 530 531)		$0		$0		($1 365)		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$5 674 829	$1 161 197	$2 469 697	$2 043 935	$1 099 895	$0	$454 346	$7 002	$279 656	$0	$203 036	$0	$0	$0

School Jurisdiction Code: 1155

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003	$59,741	$26,533,380
Add:		
Capital allocations from: AB Infrastructure - New/Modernization Projects	$19,538	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (depreciable, at Fair Market Value)		$0
Transferred in capital assets (depreciable)		$0
Current Year Debenture Principal Repayment		$1,355,436
Expended capital allocations - current year	$179,422	($179,422)
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$2,010,742
Balance at August 31, 2004	$258,701	$25,698,652

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements. Expended capital allocations in 2003-04 is a positive number, as there was an over accrual of a holdback amount as capital addition

BUFFALO TRAIL PUBLIC SCHOOLS REGIONAL DIVISION NO. 28
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2004

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the School Act, Revised Statutes Alberta 2000, Chapter S-3.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulati allows for the setting of conditions and use of grant monies. The school jurisdiction is limited on administrati expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounti principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta scho jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, th preparation of financial statements for a period involves the use of estimates and approximations, which have be made using careful judgement. Actual results could differ from those estimates and approximations. The financi statements have, in management's opinion, been properly prepared within reasonable limits of materiality and with the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses a programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind a recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction complied with. Endowment contributions are recognized as direct increases in net assets in the period in whi they are received.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight line basis, the following rates:

Buildings - 2.5 to 10%
Equipment - 20% to 33%
Vehicles - 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for as additions are amortized over the same period as the related asset.

c) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Buffalo Trail Public Schools Regional Division No. 28 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $289,370 for the year ended August 31, 2004. At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1.411 billion (December 31, 2002 deficiency $444.9 million).

f) Inventories

Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments

The jurisdiction's financial instruments consist of cash, marketable securities, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds f operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits

The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. A at August 31, 2004, the recorded obligation is $19,666 (2003 - $5,987).

l) Investments

Investments are recorded at the lower of cost and market value.

3. ACCOUNTS RECEIVABLE

	2004	2003
Provincial government grants - modernization - capital project	$ -	$ 914,7
- interest on long term debt	574,676	649,5
- other	1,302,082	364,4
GST recoverable	226,478	278,6
Other accounts receivable	200,119	422,4
	$ 2,303,355	$ 2,629,8

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	2004 Net Book Value	2003 Net Boo Value
Land	$ 337,900	$ -	$ 337,900	$ 337,9
Buildings	66,799,821	29,843,030	36,956,791	39,017,3
Equipment	3,105,279	1,965,978	1,139,301	1,677,6
Vehicles	649,857	363,319	286,538	276,0
	$ 70,892,857	$ 32,172,327	$ 38,720,530	$ 41,309,0

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2004	2003
Province of Alberta	$ 574,676	$ 1,209,812
Other trade payables and accrued liabilities	855,254	1,159,948
Employee future benefits liability	19,666	5,987
	$ 1,449,596	$ 2,375,747

6. DEFERRED REVENUE

	2004	2003
One time grant funding	$ -	$ 64,100
BQRP grants	143,047	94,608
One time operations and maintenance	-	352,069
Other grant funds	227,103	98,073
Other revenues	56,819	32,747
	$ 426,969	$ 641,597

7. LONG TERM DEBT

Debenture Debt - Supported

The debenture debt bears interest at rates varying between 7.5% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	2004	2003
Debentures	$ 11,452,595	$ 12,808,031
Capital loans	-	-
Total debt	11,452,595	12,808,031
Less current portion of debt	1,323,493	1,355,436
Long term debt	$ 10,129,102	$ 11,452,595

School Year	Principal	Interest	Total
2004-2005	$ 1,323,493	$ 1,081,245	$ 2,404,738
2005-2006	1,284,366	949,524	2,233,890
2006-2007	1,170,517	822,360	1,992,877
2007-2008	1,095,632	707,951	1,803,583
2008-2009	1,059,732	601,040	1,660,772
2009-maturity	5,518,855	2,768,521	8,287,376
	$ 11,452,595	$ 6,930,641	$ 18,383,236

8. CAPITAL LEASE - UNSUPPORTED

The jurisdiction has entered into a lease for computer equipment to meet all the needs of the jurisdiction. Th lease term expires August 31, 2005. The lease is recorded as a capital lease with repayments as follows:

School Year	Principal	Interest	Total
2004-2005	$ 408,089	$ 12,556	$ 420,64
	$ 408,089	$ 12,556	$ 420,64

9. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capit purpose that have been received or are receivable by the jurisdiction, but the related expenditure has not yet bee made at year end. These unspent deferred capital allocations are not amortized until the expenditure has bee made and it is at that time that the balance is transferred to the unamortized capital allocations account.

	Opening	Approved Transfer Between Projects	Grants Received and Receivable	Transfer to Unamortized Capital Allocations	Closing
Provost modernization	$ -	$ -	$ 50,242	$ (50,242)	$ -
Wainwright High School modernization	-	-	198,960	-	198,96
Expenditure adjustment - Provost over accrual of capital costs			(229,664)	229,664	-
Interest earned - available for future projects	59,741	-	-	-	59,74
	$ 59,741	$ -	$ 19,538	$ 179,422	$ 258,7

10. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully supported debentured capital funds, as the principal is repaid.

Details are as follows:

	2004	2003
Opening balance	$ 26,533,380	$ 23,115,489
Transfer from deferred capital allocations - Note 9	(179,422)	3,808,946
Supported debenture and capital loan principal repayments	1,355,436	1,459,331
Less capital allocation for amortization	(2,010,742)	(1,850,386)
	$ 25,698,652	$ 26,533,380

11. OPERATING RESERVES

	Opening	(Appropriated) Transfer from operating revenues	(Used) Transfer to operating revenues	Transfers to other reserves	Closing
Schools	$ 2,594,812	$ 329,785	$ (1,824,702)	$ -	$ 1,099,895
Technology	35,614	-	(35,614)	-	-
C.O. Administration	26,134	49,413	-	-	75,547
District - van	4,500	2,700	-	-	7,200
Election	10,000	10,000	-	-	20,000
C.O. building fund	158,909	18,000	-	-	176,909
Maintenance - general	47,216	237,427	-	-	284,643
Maintenance - painting	90,572	-	-	-	90,572
Maintenance - vehicles	45,834	-	-	-	45,834
Excess interest less board expense	-	1,888	-	-	1,888
Family School Liaison Program	-	31,409	-	-	31,409
Transportation	154,784	-		-	154,784
Transportation - vehicles	15,200	4,000	(1,737)	-	17,463
Transportation - Edulog	34,417	1,737	(5,365)	-	30,789
	$ 3,217,992	$ 686,359	$ (1,867,418)	$ -	$ 2,036,933

2. CAPITAL RESERVES

	Opening	Transfer from operating revenues	Transfer to operating revenues	Transfers to other reserves	Closing
Land	$ 7,002	-	-	-	$ 7,002

13. DISCLOSURE OF SALARY, BENEFITS AND REIMBURSED EXPENSES

	Number of Individuals	Salaries & Wages	Benefits & Allowances	Total	Reimbur Expens
Romanchuk, Brent (Chairman)	1.0	$ 24,135	$ 1,886	$ 26,021	$ 22,1
Belanger, Gail	1.0	13,279	3,909	17,188	7,3
Bell, Larry	1.0	16,493	4,051	20,544	8,9
Haydu, Dick	1.0	11,671	1,415	13,086	7,3
Hinton, Lucky	1.0	17,509	4,068	21,577	10,6
Olsen, Lana	1.0	15,363	2,310	17,673	9,9
Spornitz, Chez	1.0	11,866	1,199	13,065	6,7
Stewart, Joyce	1.0	14,533	2,107	16,640	9,4
Van Ee, Richard	1.0	13,807	948	14,755	7,8
Superintendent	1.0	110,000	9,929	119,929	18,1
Secretary Treasurer	0.1	7,985	1,336	9,321	2
Board Secretary	0.6	56,000	6,452	62,452	15,4
Board Treasurer	0.9	78,966	13,839	92,805	10,2
Salaries - Certificated (FTE)	281.7	19,447,774	2,063,721	21,511,495	
Salaries/Wages - Uncertificated (FTE)	183.8	5,389,022	1,308,039	6,697,061	
		$ 25,228,403	$ 3,425,209	$ 28,653,612	

Note that the reimbursed expenses were recoveries of costs incurred while on school jurisdiction business and personal expenses were paid by the school jurisdiction.

14. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

Buffalo Trail Public Schools Regional Division No. 28's primary source of income is from the Alberta Governm The Division's ability to continue viable operations is dependent on this funding.

15. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented information purposes only and has not been audited.

16. COMPARATIVE FIGURES

The budget 2004 and the actual 2003 comparative figures have been reclassified where necessary to conform actual 2004 presentation.

17. SCHOOL GENERATED FUNDS

	2004	2003
Balance, beginning of the year	$ 587,182	$ 518,868
Source of school generated funds (SGF)		
SGF for the year	1,552,576	1,500,621
Less: Cost of generating SGF	(648,700)	(782,212)
Donations received	42,281	45,334
Net SGF additions for the year	946,157	763,743
Net SGF available for discretionary spending	1,533,339	1,282,611
SGF expended for discretionary purposes	(955,410)	(695,429)
Balance, end of year	$ 577,929	$ 587,182

18. CONTINGENCIES

Contingent Liability

The jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (Genesis). Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called Genesis. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

19. PENSION COSTS

During the year, Alberta Learning paid the pension plan contributions for the certificated staff to the Alberta Teachers Retirement Fund on behalf of Buffalo Trail Public Schools Regional Division No. 28. The amount of the required contributions for the 2003/2004 year was $2,494,136. If this amount were paid by the Division an equal amount of grant revenue would have been received from Alberta Learning.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

School Jurisdiction Code: 1155

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$25,149,088	$829,230	$24,319,858						
(2) Support block	$5,401,142				$3,889,884			$1,511,258	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$564,000	$0	$564,000						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$1,133,000	$0	$1,122,311					$10,689	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$339,038	$0	$274,938	$0	$64,100			$0	$0
(11) **Total Alberta Learning Revenue**	$32,586,268	$829,230	$26,281,107	$0	$3,953,984			$1,521,947	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$513,663			$513,663					
(13) Operations & Maintenance support	$3,766,035			$3,766,035					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$4,279,698			$4,279,698					
(16) **Alberta Finance**	$1,140,792			$1,140,792					$0
(17) **Other - Government of Alberta**	$5,743	$0	$0	$0	$0			$0	$5,743
(18) **Federal Government and/or First Nations**	$53,191	$0	$0	$0	$0			$0	$53,191
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$437,044	$7,804	$429,240						
(23) **Transportation fees**	$42,996				$42,996				
(24) **Other sales and services**	$359,132		$183,103	$39,413	$1,325			$8,131	$127,160
(25) **Investment income**	$146,227	$0	$146,227	$0	$0			$0	$0
(26) **Gifts and donations**	$17,082	$0	$16,448	$0	$0				$634
(27) **Rentals of facilities**	$11,949		$0	$11,949	$0			$0	$0
(28) **Net school generated funds**	$955,410	$0	$955,410	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$2,010,742		$0	$2,010,742	$0				$0
(31) **TOTAL REVENUES**	$42,046,274	$837,034	$28,011,535	$7,482,594	$3,998,305			$1,530,078	$186,728
EXPENSES									
(32) **Certificated salaries**	$19,613,774	$425,139	$18,908,652				$279,983	$279,983	$0
(33) **Certificated benefits**	$2,080,102	$54,253	$2,000,921				$24,928	$24,928	$0
(34) **Uncertificated salaries and wages**	$5,614,629	$238,689	$3,372,580	$1,325,821	$94,666	$138,656	$378,197	$516,853	$66,020
(35) **Uncertificated benefits**	$1,345,107	$46,272	$817,208	$283,512	$20,543	$21,892	$96,356	$118,248	$59,324
(36) **SUB - TOTAL**	$28,653,612	$764,353	$25,099,361	$1,609,333	$115,209	$160,548	$779,464	$940,012	$125,344
(37) **Services, contracts & supplies**	$9,879,471	$63,985	$3,026,740	$2,381,402	$3,865,274	$75,132	$436,962	$512,094	$29,976
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$955,410	$0	$0	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$2,010,742	$0	$0	$2,010,742	$0		$0	$0	$0
(41) Unsupported	$564,974	$0	$471,115	$64,339	$5,323	$0	$24,197	$24,197	$0
(42) Total Amortization	$2,575,716	$0	$471,115	$2,075,081	$5,323	$0	$24,197	$24,197	$0
Interest on capital debt									
(43) Supported	$1,140,793	$0	$0	$1,140,793	$0		$0	$0	$0
(44) Unsupported	$34,892	$0	$34,892	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$43,239,894	$828,338	$28,632,108	$7,206,609	$3,985,806	$235,680	$1,240,623	$1,476,303	$155,320
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	($1,193,620)	$8,696	($620,573)	$275,985	$12,499			$53,775	$31,408

SCHEDULE B to the AFS

INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$15,960,118	$1,237,061	$0	$1,200,134	$181,979	$329,360	$0	$18,908,652
Certificated benefits	$1,699,714	$117,100	$0	$131,265	$19,858	$32,984	$0	$2,000,921
Uncertificated salaries and wages	$969,685	$671,969	$0	$1,152,743	$525,344	$52,839	$0	$3,372,580
Uncertificated benefits	$246,261	$156,952	$0	$286,506	$115,112	$12,377	$0	$817,208
SUB - TOTAL REMUNERATION	$18,875,778	$2,183,082	$0	$2,770,648	$842,293	$427,560	$0	$25,099,361
Services, contracts & supplies	$2,321,079	$283,777	$0	$277,568	$117,589	$126,727	$0	$3,026,740
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$0							$0
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$471,115	$0	$0					$471,115
Total Amortization	$471,115	$0	$0					$471,115
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$34,892	$0						$34,892
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$21,702,864	$2,466,859	$0	$3,048,216	$859,882	$554,287	$0	$28,632,108
FTE Certificated				18.5	2.5			
FTE Uncertificated				62.3	28.4			

SCHEDULE C to the AFS

INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$20,243,470	$1,961,249	$1,301,188	$0	$23,505,907	$22,758,051	$747,856
School Admin & Instruction Support Expenses						$2,466,859	($2,466,859)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$20,243,470	$1,961,249	$1,301,188	$0	$23,505,907	$25,224,910	($1,719,003)
Sub-Programs & Initiatives							
Severely Disabled	$1,430,536	$0	$0		$1,430,536	$859,882	$570,654
English as a Second Language	$47,104				$47,104	$10,890	$36,214
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$2,080,457				$2,080,457		$2,080,457
Growth & Density	$23,237				$23,237		$23,237
Teacher Assistants Program	$91,629				$91,629	$0	$91,629
Early Literacy Initiative (K-2)	$167,081				$167,081	$315,221	($148,140)
Learning Resources Credit & Resources for the Classroom	$32,677	$0	$429,240		$461,917	$993,798	($531,881)
Technology Integration	$197,032		$0		$197,032	$1,227,407	($1,030,375)
French Language Program & Francisation (all jurisdictions)	$6,635		$0		$6,635	$0	$6,635
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$4,076,388		$429,240		$4,505,628	$3,407,198	$1,098,430
INSTRUCTION, GRADES 1-12	$24,319,858	$1,961,249	$1,730,428	$0	$28,011,535	$28,632,108	($620,573)

School Jurisdiction Code: 1155

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration)	$24,952,056
Support Block	- Transportation	$3,889,884
SUBTOTAL		$28,841,940

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$3,766,035
Teacher Salary Enhancement	$1,133,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$5,743
Federal government/First Nations	$53,191
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$359,132
Interest on investments	$146,227
Rentals of facilities	$11,949
Gains on disposal of capital assets	$0
Amortization of capital allocations	$2,010,742
School generated funds (Schedule E)	$1,552,576
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$37,880,535**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.76%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,803,113
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,803,113**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,476,303
PLUS: transfers to Restricted - Operating (Board/System Administration)	$80,113
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,556,416
Maximum Expense Limit for Board & System Administration (Step 3)	$1,803,113
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$246,697

School Jurisdiction Code: 1155

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$587,182
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$1,552,576	
Less: SGF - related cost recoveries (Note 3)	$648,700	
- capitalized at the District level (Note 4)	$0	
Net Total	$903,876	
Plus: Donations Received (Note 5)	$42,281	
Equals: Net Additions to SGF		$946,157
Net SGF Available for discretionary spending		$1,533,339
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$955,410
Unexpended SGF - Closing Balance August 31, 2004		$577,929

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance, staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 1155

SCHEDULE F to the AFS

Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$736,088	$500,403	$0	$7,542	$81,788	$1,325,821		$1,325,821
Uncertificated benefits	$157,317	$108,230	$0	$485	$17,480	$283,512		$283,512
Sub-total Remuneration	$893,405	$608,633	$0	$8,027	$99,268	$1,609,333		$1,609,333
Contracted Services	$294,300	$0	$0	$495,970	$13,968	$804,238		$804,238
Supplies	$82,472	$151,391	$0	$114,917	$0	$348,780		$348,780
Electricity			$598,690			$598,690		$598,690
Natural Gas/Heating Fuel			$394,277			$394,277		$394,277
Sewer and Water			$72,999			$72,999		$72,999
Telecommunications			$24,091			$24,091		$24,091
Insurance					$138,327	$138,327		$138,327
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$2,010,742	$2,010,742
Unsupported						$64,339		$64,339
Total Amortization						$64,339	$2,010,742	$2,075,081
Interest on capital debt								
Supported							$1,140,793	$1,140,793
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,270,177	$760,024	$1,090,057	$618,914	$251,563	$4,055,074	$3,151,535	$7,206,609
SQUARE METRES								
School Buildings								73,484.0
Non School Buildings								2,311.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	24.8	10.0						
Contracted Services	7.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code:

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Brent Romanchuk	1.0	$24,135	$1,886	$0			$26,021	$22,187
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Joyce Stewart	1.0	$14,533	$2,107	$0			$16,640	$9,434
Name	Richard Van Ee	1.0	$13,807	$948	$0			$14,755	$7,848
Name	Larry Bell	1.0	$16,493	$4,051	$0			$20,544	$8,972
Name	Lucky Hinton	1.0	$17,509	$4,068	$0			$21,577	$10,685
Name	Ches Spornitz	1.0	$11,866	$1,199	$0			$13,065	$6,734
Name	Dick Haydu	1.0	$11,671	$1,415	$0			$13,086	$7,361
Name	Lana Olsen	1.0	$15,363	$2,310	$0			$17,673	$9,989
Name	Gail Belanger	1.0	$13,279	$3,909	$0			$17,188	$7,325
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*9.0*	*$138,656*	*$21,893*	*$0*			*$160,549*	*$90,535*
Superintendent	James Dalton	1.0	$110,000	$9,929	$0	$0	$0	$119,929	$20,335
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Vince Rodgers	0.1	$7,985	$1,336	$0	$0	$0	$9,321	$200
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Greg Bass	0.6	$56,000	$6,452	$0	$0	$0	$62,452	$15,491
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Jens Byrgesen	0.9	$78,966	$13,839	$0	$0	$0	$92,805	$10,230
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		281.7	$19,447,774	$2,063,721	$0	$0	$0	$21,511,495	
Uncertificated Salaries & Wages		183.8	$5,389,022	$1,308,039	$0	$0	$0	$6,697,061	
TOTALS			$25,228,403	$3,425,209	$0	$0	$0	$28,653,612	

Note: Employed or contracted out. Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e. retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code: 151

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CALGARY ARTS ACADEMY SOCIETY
Legal Name of School Jurisdiction

4931 GROVE HILL ROAD SW, CALGARY, T3E 4G4
Mailing Address

Telephone (403-532-3020) and Fax (403-217-0965)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of CALGARY ARTS ACADEMY SOCIETY (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Ken McNeill	"Original Signed By"
Name	Signature

SUPERINTENDENT

Joe Frank	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER

Ursula Mergny	"Original Signed By"
Name	Signature

____
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

BDO
Driving growth

BDO Dunwoody LLP
Chartered Accountants
and Advisors

1900, 801 - 6 Avenue S.W
Calgary Alberta Canada T2P 3W2
Telephone: (403) 266-5608
Fax: (403) 233-7833
www.bdo.ca

Auditors' Report

To the Board of Directors
Calgary Arts Academy Society

We have audited the statement of financial position of the Calgary Arts Academy Society as at August 31, 2004 and the statements of revenue and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

BDO Dunwoody LLP

Chartered Accountants

Calgary, Alberta
November 5, 2004

BDO Dunwoody LLP *is a Limited Liability Partnership registered in Ontario*

School Jurisdiction Code: 151

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$129,677	$0
Accounts receivable (net after allowances)		$70,363	$0
Prepaid expenses		$21,173	$0
Other current assets		$0	$0
Total current assets		$221,213	$0
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$0		
Less: accumulated amortization	$0	$0	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$0	$0
TOTAL ASSETS		$221,213	$0
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$30,283	$0
Deferred revenue		$61,524	$0
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$91,807	$0
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$91,807	$0
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$129,406	$0
Accumulated Operating Surplus (Deficit)		$129,406	$0
Investment in capital assets		$0	$0
Capital Reserves		$0	$0
Total Capital Funds		$0	$0
Total net assets		$129,406	$0
TOTAL LIABILITIES AND NET ASSETS		$221,213	$0

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 151

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$1,236,978	$1,083,576	$0
Alberta Infrastructure	$575,433	$360,949	$0
Alberta Finance	$0	$0	$0
Other Government of Alberta	$8,765	$0	$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$16,650	$10,375	$0
Transportation fees	$32,068	$48,000	$0
Other sales and services	$7,624	$0	$0
Investment income	$1,381	$0	$0
Gifts and donations	$1,377	$0	$0
Rentals of facilities	$0	$0	$0
Net school generated funds	$0	$0	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$1,880,276	$1,502,900	$0
EXPENSES			
Certificated salaries	$555,876	$435,702	$0
Certificated benefits	$62,944	$47,700	$0
Uncertificated salaries and wages	$194,458	$213,500	$0
Uncertificated benefits	$23,386	$23,220	$0
Services, contracts and supplies	$914,206	$782,778	$0
Net school generated funds	$0	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Amortization of capital assets	$0	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$1,750,870	$1,502,900	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$129,406	$0	$0
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$129,406	$0	$0

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 151

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$129,406	$0
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$0	$0
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($70,363)	$0
Prepaids and other current assets	($21,173)	$0
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$30,283	$0
Deferred revenue	$61,524	$0
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$129,677	$0
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	$0	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	$0	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	$129,677	$0
Cash Equivalents at the beginning of the year	$0	$0
Cash Equivalents at the end of the year	$129,677	$0

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 151

# STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$129,406		$129,406											
Board funded capital transactions		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		$0	$0											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($129,406)	$129,406	$86,043		$41,258		$2,105		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$129,406	$0	$0	$129,406	$86,043	$0	$41,258	$0	$2,105	$0	$0	$0	$0	$0

School Jurisdiction Code: 151

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2004		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

1. Authority and Purpose of the Society

The Society delivers educational programs, operating as the Calgary Arts Academy and Research Center under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 2002. The Society was incorporated on March 21, 1996 under the Societies Act of Alberta. Through a charter established with the Minister of Learning the Society operates a charter school from a single location. The school provides education from Early Childhood Services to Grade 9. The Charter is up for renewal on August 31, 2008.

The Society receives block allocation for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the Society, within specified limits, to reallocate funding between the instruction and support blocks.

The Society is incorporated under the Societies Act of Alberta as a not-for-profit organization and is a registered charity, and as such is exempt from income taxes.

2. Significant Accounting Policies

The financial statements of the Society have been prepared by management in accordance with Canadian generally accepted accounting principles. The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The financial statements have, in management's opinion, been properly prepared using careful judgement with reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

(b) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school authority because the accountability and control/ownership of these funds rests with school authority officials or their appointee. Revenue from school generated funds is recognized as the related expenses are incurred.

(c) Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

2. Significant Accounting Policies - (Continued)

(d) Pensions

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Calgary Arts Academy Society does not make pension contributions for certificated staff.

(e) Contributed Services

Volunteers assist the school in carrying out certain activities. Because of the difficulty of determining their fair market value and of the fact that such assistance is generally not otherwise purchased, contributed services of this nature are not recognized in the financial statements.

(f) Financial Instruments

The Society's financial instruments consist of various assets and liabilities. Except for the fact that a large concentration of cash is deposited with a single financial institution, it is management's opinion that the Society is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted. The Society has invested surplus funds in accordance with section 60 of the School Act and Section 5 of the Trustees Act.

3. Short Term Investment

The Society has a six month, non-redeemable term deposit with First Calgary Savings and Credit Union, earning interest at 1% per annum, and maturing September 24, 2004.

4. Deferred Revenue

Province of Alberta	
Alberta Learning funding	$ 12,098
Alberta Infrastructure funding	3,058
	15,156
Parent fees received in advance	46,368
	$ 61,524

5. Commitment

The Society leases one school from the Calgary Board of Education. The lease expires July 31, 2008. The Society's minimum annual lease payments for the next four years are as follows:

2005	$ 244,252
2006	$ 244,252
2007	$ 244,252
2008	$ 223,898

6. Economic Dependence on Related Third Party

The Society's primary source of income is from the Alberta Government. The Society's ability to continue viable operations is dependent on this funding.

7. Budget Amounts

The 2004 Budget for the Society was approved by the Board and has been reported in the financial statements for information purposes only. These budget amounts have not been audited.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

School Jurisdiction Code: 151

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration: Board Governance	Board & System Administration: System Administration	Board & System Administration: Total Board & System Admin.	External Services
Alberta Learning allocations									
(1) Instruction block	$1,063,498	$31,178	$1,032,320						
(2) Support block	$129,301				$62,784			$66,517	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$11,842	$775	$11,067						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$25,400	$0	$25,400					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$6,937	$0	$6,937	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$1,236,978	$31,953	$1,075,724	$0	$62,784			$66,517	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$0			$0					
(13) Operations & Maintenance support	$575,433			$575,433					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$575,433			$575,433					
(16) **Alberta Finance**	$0			$0					$0
(17) **Other - Government of Alberta**	$8,765	$0	$8,765	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$18,650	$210	$18,440						
(23) **Transportation fees**	$32,068				$32,068				
(24) **Other sales and services**	$7,624	$0	$6,679	$0	$0			$945	$0
(25) **Investment income**	$1,381	$0	$1,381	$0	$0			$0	$0
(26) **Gifts and donations**	$1,377	$0	$1,377	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$0	$0	$0	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$1,882,476	$32,163	$1,112,366	$575,433	$94,852			$67,462	$0
EXPENSES									
(32) **Certificated salaries**	$555,876	$27,794	$528,082				$0	$0	$0
(33) **Certificated benefits**	$62,944	$3,147	$59,797				$0	$0	$0
(34) **Uncertificated salaries and wages**	$194,458	$0	$194,458	$0	$0	$0	$0	$0	$0
(35) **Uncertificated benefits**	$23,386	$0	$23,386	$0	$0	$0	$0	$0	$0
(36) **SUB - TOTAL**	$836,664	$30,941	$805,723	$0	$0	$0	$0	$0	$0
(37) **Services, contracts & supplies**	$914,308	$412	$175,365	$534,176	$130,787	$7,514	$66,053	$73,567	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$497	$43,748	$0	($35,935)	$0	($8,310)	($8,310)	$0
(39) **Net school generated funds**	$0	$0	$0	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$1,750,870	$31,850	$1,024,836	$534,176	$94,852	$7,514	$57,743	$65,257	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$129,408	$313	$85,730	$41,258	$0			$2,105	$0

School Jurisdiction Code: 151

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$425,165	$102,917	$0	$0	$0	$0	$0	$528,082
Certificated benefits	$50,173	$9,624	$0	$0	$0	$0	$0	$59,797
Uncertificated salaries and wages	$108,497	$85,961	$0	$0	$0	$0	$0	$194,458
Uncertificated benefits	$7,853	$15,533	$0	$0	$0	$0	$0	$23,386
SUB - TOTAL REMUNERATION	$591,688	$214,035	$0	$0	$0	$0	$0	$805,723
Services, contracts & supplies	$137,915	$26,226	$0	$0	$0	$11,024	$0	$175,165
Cost recoveries & transfers	$35,438	$8,310	$0	$0	$0	$0	$0	$43,748
Net school generated funds	$0							$0
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$765,041	$248,571	$0	$0	$0	$11,024	$0	$1,024,636
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$890,654	$43,404	$18,202	$0	$952,460	$686,278	$266,182
School Admin & Instruction Support Expenses						$248,571	($248,571)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$890,654	$43,404	$18,202	$0	$952,460	$934,849	$17,611
Sub-Programs & Initiatives							
Severely Disabled	$0	$0	$0		$0	$0	$0
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$108,200				$108,200		$108,200
Teacher Assistants Program	$6,160				$6,160	$6,160	$0
Early Literacy Initiative (K-2)	$9,491				$9,491	$9,491	$0
Learning Resources Credit & Resources for the Classroom	$8,815	$0	$16,440		$25,255	$44,718	($19,463)
Technology Integration	$8,800		$0		$8,800	$29,418	($20,618)
French Language Program & Francisation (all jurisdictions)	$0		$0		$0	$0	$0
Home Education	$0		$0		$0	$0	$0
Total Sub Programs & Initiatives	$141,466		$16,440		$157,906	$89,787	$68,119
INSTRUCTION, GRADES 1-12	$1,032,320	$43,404	$34,642	$0	$1,110,366	$1,024,636	$85,730

School Jurisdiction Code: 151

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$1,054,698
Support Block - Transportation	$62,784
SUBTOTAL	$1,117,482

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$575,433
Teacher Salary Enhancement	$25,400
Other Alberta Learning revenues (Describe) AISI / LRC / RCF	$20,658
Other - Government of Alberta (Excluding Alberta Finance)	$8,765
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$7,624
Interest on investments	$1,381
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$0
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$1,756,743**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$105,405
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	51,000	$105,405
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$105,405**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$65,357
PLUS: transfers to Restricted - Operating (Board/System Administration)	$2,105
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$67,462
Maximum Expense Limit for Board & System Administration (Step 3)	$105,405
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$37,943

BDO

School Jurisdiction Code: 151

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$0	
Less: SGF - related cost recoveries (Note 3)	$0	
- capitalized at the District level (Note 4)	$0	
Net Total	$0	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$0
Net SGF Available for discretionary spending		$0
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$0
Unexpended SGF - Closing Balance August 31, 2004		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 151

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$43,553	$16,561	$0	$0	$257,687	$318,001		$318,001
Supplies	$8,370	$0	$0	$0	$168,368	$176,738		$176,738
Electricity			$12,098			$12,098		$12,098
Natural Gas/Heating Fuel			$20,425			$20,425		$20,425
Sewer and Water			$2,259			$2,259		$2,259
Telecommunications			$1,250			$1,250		$1,250
Insurance					$3,404	$3,404		$3,404
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$51,923	$16,561	$36,032	$0	$429,659	$534,175	$0	$534,175
SQUARE METRES								
School Buildings								2,270.0
Non School Buildings								0,00
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	1.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications.
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code: 151

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name Ken McNeil	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Other Board Members:								
Name Pat Caville	0.0	$0	$0	$0			$0	$0
Name Brian Loach	0.0	$0	$0	$0			$0	$0
Name Chris Morrison	0.0	$0	$0	$0			$0	$0
Name Dennis Slater	0.0	$0	$0	$0			$0	$0
Name Myke Archibald	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Subtotal	*0.0*	*$0*	*$0*	*$0*			$0	*$0*
Superintendent Joe Frank	0.3	$36,293	$0	$0	$0	$0	$36,293	$0
Superintendent		$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer Ursula Mergny	0.2	$23,721	$0	$0	$0	$0	$23,721	$0
Secretary/Treasurer		$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	10.0	$555,876	$62,943	$0	$0	$0	$618,819	
Uncertificated Salaries & Wages	5.0	$194,044	$23,386	$0	$0	$0	$217,430	
TOTALS		$809,934	$86,329	$0	$0	$0	$896,263	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual).

Superintendent under contract for the period July 1/2003 through August 31/ 2004 at 5 days per month.

Secretary Treasurer under contract for the period July1/2003 thru July 31/2004 at 3 days per month. Starting August 1/2004 at 1 day per week.

Uncertificated Salaries & wages includes 3 full time positions plus 2 for artists brought in under contract to work with teachers in the classroom.

School Jurisdiction Code: 152

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Calgary Girls' School Society
Legal Name of School Jurisdiction

6304 Larkspur Way S.W.
Mailing Address

(T) 403-220-0745 (F) 403-220-1371
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Calgary Girls' School Society (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Liz Levecchio — Name
"ORIGINAL SIGNED" — Signature

SUPERINTENDENT

Ches Cowley — Name
"ORIGINAL SIGNED" — Signature

SECRETARY TREASURER OR TREASURER

Kathy Hager — Name
"ORIGINAL SIGNED" — Signature

16-Nov-04
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

DAVID G. MARSHALL PROFESSIONAL CORPORATION
Chartered Accountant
Suite 501, 609 - 14th Street N.W.
CALGARY, ALBERTA T2N 2A1
(403) 228-3395
FAX (403) 228-9064

Auditor's Report

To the Board of Directors
Calgary Girls' School Society

I have audited the statement of financial position of the Calgary Girls' School Society as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the fourteen month period then ended. These financial statements are the responsibility of the school jurisdiction's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, its cash flows, its net assets and its capital allocations for the fourteen month period then ended in accordance with Canadian generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, presents fairly, in all material respects, in relation to the basic financial statements taken as a whole.

David G. Marshall

Professional Corporation
Chartered Accountant

Calgary, Alberta
November 3, 2004

School Jurisdiction Code: 152

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$239,976	$0
Accounts receivable (net after allowances)		$384,473	$0
Prepaid expenses		$4,432	$0
Other current assets		$0	$0
Total current assets		$628,881	$0
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$122,504		
Less: accumulated amortization	$0	$122,504	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$122,504	$0
TOTAL ASSETS		$751,385	$0
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$395,468	$0
Deferred revenue		$111,687	$0
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$507,155	$0
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$507,155	$0
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$121,726	$0
Accumulated Operating Surplus (Deficit)		$121,726	$0
Investment in capital assets		$122,504	$0
Capital Reserves		$0	$0
Total Capital Funds		$122,504	$0
Total net assets		$244,230	$0
TOTAL LIABILITIES AND NET ASSETS		$751,385	$0

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 152

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$1,151,582	$1,131,987	$0
Alberta Infrastructure	$721,489	$498,975	$0
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$13,137	$12,025	$0
Transportation fees	$58,885	$58,600	$0
Other sales and services	$5,199	$0	$0
Investment income	$1,132	$0	$0
Gifts and donations	$6,508	$0	$0
Rentals of facilities	$350	$0	$0
Net school generated funds	$4,545	$0	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$1,962,827	$1,701,587	$0
EXPENSES			
Certificated salaries	$603,612	$615,576	$0
Certificated benefits	$58,553	$89,259	$0
Uncertificated salaries and wages	$65,310	$72,901	$0
Uncertificated benefits	$8,393	$10,571	$0
Services, contracts and supplies	$978,184	$936,502	$0
Net school generated funds	$4,545	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Amortization of capital assets	$0	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$1,718,597	$1,724,809	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$244,230	($23,222)	$0
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$244,230	($23,222)	$0

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 152

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$244,230	$0
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$0	$0
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($384,473)	$0
Prepaids and other current assets	($4,432)	$0
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$395,468	$0
Deferred revenue	$111,687	$0
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$362,480	$0
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($122,504)	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($122,504)	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	$239,976	$0
Cash Equivalents at the beginning of the year	$0	$0
Cash Equivalents at the end of the year	$239,976	$0

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 152

# STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
				TOTAL	School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$244,230		$244,230											
Board funded capital transactions		$122,504	($122,504)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		$0	$0											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			($121,726)	$121,726	$105,818		$15,908		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$244,230	$122,504	$0	$121,726	$105,818	$0	$15,908	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 152

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003	$0	$0
Add:		
Capital allocations from: AB Infrastructure - New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (depreciable, at Fair Market Value)		$0
Transferred in capital assets (depreciable)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	$0	$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2004	$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

CALGARY GIRLS' SCHOOL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTH PERIOD ENDED AUGUST 31, 2004

1. AUTHORITY AND PURPOSES

The Calgary Girls' School Society (the "Society") is a non-profit society incorporated under the Society's Act of Alberta. The Society operates the Calgary Girls' School, which is a registered charter school under the Province of Alberta School Act. In addition, the Society is a registered charitable organization with Canada Revenue Agency.

The Society's first year of School operations was for the 2003 / 2004 school year. In order to ensure that the Society met this start date, grants from the Province of Alberta were allocated over a fourteen month period commencing July 1, 2004 through to August 31, 2004. Therefore, the statement of revenues and expenses is for a fourteen month period.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian Generally Accepted Accounting Principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies as follows:

a) **Capital assets** - capital assets are recorded at cost. Amortization commences, subsequent to the period of purchase, over their estimated useful lives on a straight-line basis at the following rates:

Computer equipment	30% per annum
Office equipment	20% per annum

All building component repairs are expensed as incurred and only capital assets with a cost in excess of $5,000 are capitalized.

b) **Revenue recognition** - the Society uses the deferral method of recognizing contributions and fund raising which are reported as income in the year spent, except for funds designated as reserve funds created at the discretion of the Board of Directors.

Instruction and support allocations are recognized in the year to which they relate.

Unrestricted donations are recognized as revenue when received. Donations in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

c) **Contributed Services** - volunteers provide assistance to the School in carrying out certain activities. The value of the contributed services is not recognized in these financial statements as it is not possible to determine the fair value of such assistance.

CALGARY GIRLS' SCHOOL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTH PERIOD ENDED AUGUST 31, 2004

2. SIGNIFICANT ACCOUNTING POLICIES Continued

d) **Reserves for Future Expenditures** - reserves are established at the discretion of the Board for future operating and capital expenditures. Transfers to and/or from capital reserves are shown as an adjustment to the capital equity.

e) **Pensions** - The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Calgary Girls' School does not make pension contributions for certified staff.

f) **Financial Instruments** - the Society's financial instruments consist of cash, short-term deposits, accounts receivable and accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest or currency risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

3. ACCOUNTS RECEIVABLE

	2004
Accounts receivable consist of the following:	
Alberta Infrastructure	$ 371,111
GST recoverable	13,362
	$ 384,473

4. CAPITAL ASSETS

	2004		
	Cost	Accumulated Amortization	Net Book Value
Computer equipment	$ 23,903	$ -	$ 23,903
Office equipment	98,601	-	98,601
	$ 122,504	$ -	$ 122,504

CALGARY GIRLS' SCHOOL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTH PERIOD ENDED AUGUST 31, 2004

5. DEFERRED REVENUE

Deferred revenues represent funds received during the school year, which have not been taken into income during the school year in which the funds were received. These funds will be recognized as income when they are expended on approved projects. Deferred revenues are as follows:

		2004
Alberta Initiative for School Improvement	$	14,866
Resource fees		14,625
Transportation		72,439
Merit pay		8,000
Student concessions		1,757
	$	111,687

These funds have been co-mingled with the Society's general bank account.

6. COMMITMENT

The Society entered into an operating lease agreement with the Calgary Board of Education on August 15, 2003. The first lease payment was due August 18, 2003. The lease expires on July 31, 2008. Aggregate annual lease payments are as follows:

August 1, 2004 (for September 1, 2004 / 2005 school year)	$	348,043
May 1, 2005		38,671
August 1, 2005		348,043
May 1, 2006		38,671
August 1, 2006		348,043
May 1, 2007		38,671
August 1, 2007		348,043
May 1, 2008		38,671
	$	1,546,856

In addition, the Society is required to pay, to the Calgary Board of Education, $100 per month during the term of the lease for the School's security system.

7. INTERNALLY RESTRICTED NET ASSETS

The Board of Directors has internally restricted the use of the unrestricted net assets to assist with future operating and capital expenditures.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTH PERIOD ENDED AUGUST 31, 2004

8. DONATIONS

Donations received from sponsors and through the fund raising efforts of both the Board of Directors and the School Council consist of the following:

	2004
Cash	$ 6,508

9. START-UP COSTS

During the fourteen month period ended August 31, 2004, the Calgary Girls' School opened its education facilities at the Lakeview School located in the Lakeview District of Calgary.

10. BUDGET FIGURES

The budget was prepared by the school Jurisdiction and approved by the Board of Directors. It is presented for information purposes only and has not been audited.

11. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Calgary Girls' School Division's primary source of revenue is from the Alberta Government. The Division's ability to continue viable operations is dependent on this continued funding.

School Jurisdiction Code: 152

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$1,018,303	$0	$1,018,303						
(2) Support block	$91,929				$49,207			$42,722	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$6,974	$0	$6,974						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$34,376	$0	$34,376					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$1,151,582	$0	$1,059,653	$0	$49,207			$42,722	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$0			$0					
(13) Operations & Maintenance support	$721,489			$721,489					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$721,489			$721,489					
(16) **Alberta Finance**	$0			$0					$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$13,137	$0	$13,137						
(23) **Transportation fees**	$58,885				$58,885				
(24) **Other sales and services**	$5,199	$0	$5,199	$0	$0			$0	$0
(25) **Investment income**	$1,132	$0	$1,132	$0	$0			$0	$0
(26) **Gifts and donations**	$6,508	$0	$6,508	$0	$0				$0
(27) **Rentals of facilities**	$350		$350	$0	$0			$0	$0
(28) **Net school generated funds**	$4,545	$0	$4,545	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$1,962,827	$0	$1,090,524	$721,489	$108,092			$42,722	$0
EXPENSES									
(32) **Certificated salaries**	$603,612	$0	$603,612				$0	$0	$0
(33) **Certificated benefits**	$58,553	$0	$58,553				$0	$0	$0
(34) **Uncertificated salaries and wages**	$65,310	$0	$65,310	$0	$0	$0	$0	$0	$0
(35) **Uncertificated benefits**	$8,393	$0	$8,393	$0	$0	$0	$0	$0	$0
(36) **SUB - TOTAL**	$735,868	$0	$735,868	$0	$0	$0	$0	$0	$0
(37) **Services, contracts & supplies**	$978,184	$0	$193,525	$580,124	$147,284	$3,302	$53,949	$57,251	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$4,545	$0	$0	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$1,718,597	$0	$929,393	$580,124	$147,284	$3,302	$53,949	$57,251	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$244,230	$0	$161,131	$141,365	($39,192)			($14,529)	$0

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$427,612	$176,000	$0	$0	$0	$0	$0	$603,612
Certificated benefits	$41,480	$17,073	$0	$0	$0	$0	$0	$58,553
Uncertificated salaries and wages	$0	$65,310	$0	$0	$0	$0	$0	$65,310
Uncertificated benefits	$0	$8,393	$0	$0	$0	$0	$0	$8,393
SUB - TOTAL REMUNERATION	$469,092	$266,776	$0	$0	$0	$0	$0	$735,868
Services, contracts & supplies	$148,813	$34,002	$3,736	$0	$0	$6,974	$0	$193,525
Cost recoveries & transfers		$0		$0	$0	$0	$0	$0
Net school generated funds	$0							$0
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$617,905	$300,778	$3,736	$0	$0	$6,974	$0	$929,393
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$923,683	$41,350	$17,734	$0	$982,767	$624,879	$357,888
School Admin & Instruction Support Expenses						$300,778	($300,778)
System Instruction Support Expenses						$3,736	($3,736)
Total Basic Instruction	$923,683	$41,350	$17,734	$0	$982,767	$929,393	$53,374
Sub-Programs & Initiatives							
Severely Disabled	$0	$0	$0		$0	$0	$0
English as a Second Language	$2,629				$2,629	$0	$2,629
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$71,104				$71,104		$71,104
Teacher Assistants Program	$3,672				$3,672	$0	$3,672
Early Literacy Initiative (K-2)	$0				$0	$0	$0
Learning Resources Credit & Resources for the Classroom	$8,987	$0	$13,137		$22,124	$0	$22,124
Technology Integration	$8,228		$0		$8,228	$0	$8,228
French Language Program & Francisation (all jurisdictions)	$0		$0		$0	$0	$0
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$94,620		$13,137		$107,757	$0	$107,757
INSTRUCTION, GRADES 1-12	$1,018,303	$41,350	$30,871	$0	$1,090,524	$929,393	$161,131

School Jurisdiction Code: 152

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$1,010,075
Support Block - Transportation	$49,207
SUBTOTAL	$1,059,282
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$721,489
Teacher Salary Enhancement	$34,376
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$5,199
Interest on investments	$1,132
Rentals of facilities	$350
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$5,967
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$1,827,795**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$109,668
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	51,000	$109,668
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$109,668**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$57,251
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$57,251
Maximum Expense Limit for Board & System Administration (Step 3)	$109,668
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$52,417

School Jurisdiction Code: 152

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$5,967	
Less: SGF - related cost recoveries (Note 3)	$1,422	
- capitalized at the District level (Note 4)	$0	
Net Total	$4,545	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$4,545
Net SGF Available for discretionary spending		$4,545
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$4,545
Unexpended SGF - Closing Balance August 31, 2004		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance, staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 152

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$79,989	$343,260	$0	$0	$7,801	$431,050		$431,050
Supplies	$13,611	$73,860	$0	$0	$3,372	$90,843		$90,843
Electricity			$15,757			$15,757		$15,757
Natural Gas/Heating Fuel			$33,684			$33,684		$33,684
Sewer and Water			$591			$591		$591
Telecommunications			$3,637			$3,637		$3,637
Insurance					$4,562	$4,562		$4,562
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$93,600	$417,120	$53,669	$0	$15,735	$580,124	$0	$580,124
SQUARE METRES								
School Buildings								3,594.0
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	1.0	0.2						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications.
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 152

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Liz Velecchio	0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Catherine Angus	0.0	$0	$0	$0			$0	$0
Name	Jim Barmby	0.0	$0	$0	$0			$0	$0
Name	Chris Bailey	0.0	$0	$0	$0			$0	$0
Name	Lynn Bosetti	0.0	$0	$0	$0			$0	$0
Name	Janice Dickin	0.0	$0	$0	$0			$0	$0
Name	Dane Kane	0.0	$0	$0	$0			$0	$0
Name	Julie Kearns	0.0	$0	$0	$0			$0	$0
Name	Richard Weber	0.0	$0	$0	$0			$0	$0
Name	Janet Willson	0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*0.0*	*$0*	*$0*	*$0*			*$0*	*$0*
Superintendent	Ches Cowley	0.0	$42,565	$0	$0	$0	$0	$42,565	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Kathy Hager	0.0	$2,667	$387	$0	$0	$0	$3,054	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		0.0	$0	$0	$0	$0	$0	$0	
Uncertificated Salaries & Wages		0.0	$0	$0	$0	$0	$0	$0	
TOTALS			$45,232	$387	$0	$0	$0	$45,619	

Note: Employed or contracted out. Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e. retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 4010

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Calgary Roman Catholic Separate School District No. 1
Legal Name of School Jurisdiction

1000 - 5 Avenue S.W. Calgary, Alberta T2P 4T9
Mailing Address

Telephone: (403) 298-1411 Fax: (403) 265-5710
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Calgary Roman Catholic Separate School District No. 1
(Legal Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Cathie Williams	"ORIGINAL SIGNED"
Name	**Signature**

SUPERINTENDENT

Dr. Jeremy J. Simms	"ORIGINAL SIGNED"
Name	**Signature**

SECRETARY TREASURER OR TREASURER

Deborah Achen	"ORIGINAL SIGNED"
Name	**Signature**

29-Nov-04
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 **FAX:** (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees of the
Calgary Roman Catholic Separate School District No. 1

We have audited the Statement of Financial Position of the **Calgary Roman Catholic Separate School District No. 1** as at August 31, 2004 and the statements of Revenue and Expenses, Cash Flows, Changes in Net Assets and Capital Allocations for the year then ended. This financial statement has been prepared to comply with Section 149(1) of the School Act and is to be used primarily for financial monitoring purposes by Alberta Learning. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations and its cash flows for the year then ended in accordance with the basis of accounting described in Note 2 to the financial statements.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This financial information, which has not been, and was not intended to be, prepared in accordance with Canadian generally accepted accounting principles, is solely for the information and use of Alberta Learning to comply with Section 149(1) of the School Act and is to be used primarily for financial monitoring purposes. The financial information is not intended to be and should not be used by anyone other than the specified users or for any other purpose.

Ernst + Young LLP

Chartered Accountants

Calgary, Canada
November 3, 2004

School Jurisdiction Code: 4010

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003 Restated
ASSETS			
Current assets			
Cash and temporary investments		$21,568,707	$42,975,465
Accounts receivable (net after allowances)		$31,152,764	$25,084,786
Prepaid expenses		$540,177	$802,091
Other current assets		$373,444	$385,232
Total current assets		$53,635,092	$69,247,574
School generated assets		$2,987,806	$3,152,698
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$4,002,888	$4,000,860
Buildings	$345,611,718		
Less: accumulated amortization	($129,107,229)	$216,504,489	$203,367,245
Equipment	$28,823,853		
Less: accumulated amortization	($16,333,259)	$12,490,594	$13,484,144
Vehicles	$1,392,351		
Less: accumulated amortization	($835,983)	$556,368	$614,802
Total capital assets		$233,554,339	$221,467,051
TOTAL ASSETS		$290,177,237	$293,867,323
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$37,879,114	$30,236,387
Deferred revenue		$1,913,243	$5,940,301
Deferred capital allocations		$6,678,142	$24,373,298
Current portion of all long term debt		$5,872,642	$6,117,326
Total current liabilities		$52,343,141	$66,667,312
School generated liabilities		$2,987,806	$3,152,698
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$26,242,717	$32,360,043
	Less: Current portion of supported debt	($5,872,642)	($6,117,326)
Unsupported:	Debentures and Capital Loans	$0	
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$176,561,921	$157,864,347
Total long term liabilities		$199,919,802	$187,259,762
TOTAL LIABILITIES		$252,262,943	$253,927,074
NET ASSETS			
Unrestricted net assets		$2,732,285	$2,732,284
Operating Reserves		$4,402,374	$5,340,800
Accumulated Operating Surplus (Deficit)		$7,134,659	$8,073,084
Investment in capital assets		$30,749,700	$31,242,660
Capital Reserves		$29,935	$624,505
Total Capital Funds		$30,779,635	$31,867,165
Total net assets		$37,914,294	$39,940,249
TOTAL LIABILITIES AND NET ASSETS		$290,177,237	$293,867,323

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 4010

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003 Restated
REVENUES			
Alberta Learning	$250,610,384	$243,397,277	$239,290,975
Alberta Infrastructure	$32,113,480	$29,598,186	$26,673,374
Alberta Finance	$2,704,411	$2,704,411	$3,303,407
Other Government of Alberta	$0	$28,600	$0
Federal Government and/or First Nations	$837,392	$837,194	$811,420
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$412,930	$275,000	$303,129
Transportation fees	$0	$0	$0
Other sales and services	$2,763,016	$2,999,000	$2,399,085
Investment income	$731,878	$60,000	$873,970
Gifts and donations	$1,743	$0	$10,807
Rentals of facilities	$1,787,062	$1,698,750	$1,599,737
Net school generated funds	$2,610,097	$2,900,000	$2,291,854
Gains on disposal of capital assets	$0	$0	$1,768,108
Amortization of capital allocations	$9,468,596	$9,490,893	$9,094,628
Total Revenues	$304,040,989	$293,989,311	$288,420,494
EXPENSES			
Certificated salaries	$168,447,660	$162,556,886	$160,147,025
Certificated benefits	$19,855,738	$21,428,760	$21,577,606
Uncertificated salaries and wages	$38,483,133	$37,728,038	$35,542,259
Uncertificated benefits	$8,932,671	$8,241,511	$8,328,517
Services, contracts and supplies	$52,983,677	$52,399,074	$44,019,735
Net school generated funds	$2,610,097	$2,900,000	$2,291,854
Capital and debt services			
Amortization of capital assets			
Supported	$9,468,596	$9,490,893	$9,094,628
Unsupported	$2,576,204	$2,592,741	$2,713,968
Total Amortization of capital assets	$12,044,800	$12,083,634	$11,808,596
Interest on capital debt			
Supported	$2,704,411	$2,704,411	$3,303,407
Unsupported	$0	$39,020	$0
Total interest on capital debt	$2,704,411	$2,743,431	$3,303,407
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$4,757	$0	$0
Total Expenses	$306,066,944	$300,081,334	$287,018,999
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($2,025,955)	($6,092,023)	$1,401,495
Unrestricted revenues used for capital purposes	$0	$0	$1,090,710
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($2,025,955)	($6,092,023)	$2,492,205

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 4010

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($2,025,955)	$2,492,205
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($9,468,596)	($9,094,628)
Total amortization expense	$12,044,800	$11,808,596
Gains on disposal of capital assets	$0	($1,768,108)
Losses on sale of capital assets	$4,757	$0
Changes in accrued accounts:		
Accounts receivable	($6,067,978)	($1,635,839)
Prepaids and other current assets	$273,702	$398,791
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$7,642,727	($9,395,399)
Deferred revenue	($4,027,058)	$955,704
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,623,601)	($6,238,678)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	($2,028)	($682,590)
Buildings	($22,177,105)	($16,079,609)
Equipment	($1,904,899)	($2,425,747)
Vehicles	($118,061)	($415,904)
Net proceeds from disposal of capital assets	$68,945	$1,497,900
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($24,133,148)	($18,105,950)
C. FINANCING ACTIVITIES		
Capital allocations received	$4,389,001	$1,885,364
Issue of long term debt	$0	$0
Repayment of long term debt	($6,117,326)	($6,499,754)
Add back: supported portion	$6,117,326	$6,499,754
Other (describe) Proceeds on Disposal Supported Assets	($39,010)	$0
Total sources (uses) from Financing activities	$4,349,991	$1,885,364
Net sources (uses) of cash equivalents* during year	($21,406,758)	($22,459,264)
Cash Equivalents at the beginning of the year	$42,975,465	$65,434,729
Cash Equivalents at the end of the year	$21,568,707	$42,975,465

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 4010

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
				TOTAL	RESTRICTED NET ASSETS									
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$39 940 249	$31 242 660	$2 732 284	$5 965 305	$2 724 640	$0	$928 822	$0	$1 687 338	$624 505	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$39 940 249	$31 242 660	$2 732 284	$5 965 305	$2 724 640	$0	$928 822	$0	$1 687 338	$624 505	$0	$0	$0	$0
Surplus(deficit) of revenue over expenses	($2 025 955)		($2 025 955)											
Board funded capital transactions		$2 117 936	($1 493 431)	($624 505)	$0	$0	$0	$0	$0	($624 505)	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($12 044 800)	$12 044 800											
Amortization of capital allocations		$9 468 596	($9 468 596)											
Disposal of unsupported capital assets		($34 692)	$4 757	$29 935		$29 935		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($33 016)	$33 016	$33 016		$0		$0		$0		$0	
Net transfers from operating reserves			$971 442	($971 442)	$0		$0		($971 442)		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$37 914 294	$30 749 700	$2 732 285	$4 432 309	$2 757 656	$29 935	$928 822	$0	$715 896	$0	$0	$0	$0	$0

School Jurisdiction Code: 4010

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)

for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003	Restated	$24,373,298	$157,864,347
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$4,036,800	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$313,191	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$39,010	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$6,117,326
Expended capital allocations - current year		($22,084,157)	$22,084,157
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$35,313
Capital allocations amortized to revenue			$9,468,596
Balance at August 31, 2004		$6,678,142	$176,561,921

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Calgary Roman Catholic Separate School District No. 1

NOTES TO FINANCIAL STATEMENTS

August 31, 2004

1. AUTHORITY AND PURPOSE

Calgary Roman Catholic Separate School District No. 1 ("the District") was established under the authority of the School Act, Revised Statutes of Alberta, Chapter S-3, to provide education programs to The City of Calgary and surrounding areas.

The District receives block funding allocations for instruction and support from the Province of Alberta and by way of municipal supplementary requisitions. Funding regulations limit funding and expenses for administration and permit the District, within specified limits, to reallocate funding between the instruction and support blocks, with the exception of plant operations and maintenance funding.

The District is considered a non-profit organization within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared to comply with the accounting requirements prescribed by Alberta Learning for financial statements under Section 149(1) of the Province of Alberta School Act. The basis of accounting used in these financial statements could materially differ from Canadian generally accepted accounting principles because of the prescribed financial statement presentations as required by Alberta Learning for Alberta school jurisdictions.

The precise determination of many assets and liabilities is dependent upon future events. As a result, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. Actual results could differ from these estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

Inventory

Inventory of supplies is carried at the lower of cost, determined on a first in, first out basis, and replacement cost.

School generated funds

Funds generated at the schools are included as assets, liabilities, revenue and expenditures of the District when the accountability, control and ownership of these funds rests with the District. Funds are raised through registration and other fees and fundraising activities and are expended for the stated purposes for which they were raised. School generated funds reflected as revenues are net of direct costs incurred to earn such revenues and represent funds available for discretionary purposes at the school level.

Capital assets

Capital assets are recorded at cost and depreciated on a straight-line basis over their estimated useful lives, commencing in the year following acquisition, as follows:

Buildings	10 to 40 years
Furniture, equipment and vehicles	5 to 10 years
Site development	20 years
Leasehold improvements	amortized over term of leases

Any capital allocations received for asset purchases as designated by the contributor are amortized over the same period as the related asset.

Revenue recognition

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Donations are recognized as revenue when received or receivable. Donated materials are recorded at fair market value when reasonably determinable, when they are used in the normal course of the District's operations and would otherwise have been purchased.

Capital allocations from the Province for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets are recorded as unamortized capital allocations and amortized to revenue on the same basis as the capital assets acquired. Capital allocations received in advance of the investment in capital assets are recorded as deferred capital allocations and transferred to unamortized capital allocations when the capital assets are acquired.

As recommended by Alberta Learning, all Infrastructure Maintenance Program (IMP) contributions, are recorded in revenue and the annual operating surplus/deficit when spent on the particular IMP project, regardless of the fact that some of the projects may be capital in nature and the costs included in capital assets.

Contributed services

Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty in determining the fair value of the services and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the accompanying financial statements.

Financial instruments

The District has financial instruments consisting of cash and short-term investments, accounts receivable, accounts payable and accrued liabilities and long-term debt. The carrying values of these instruments approximates fair value.

Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Province of Alberta. Under the terms of the Teachers Pension Plan Act, the District does not make pension contributions for certificated staff.

The District participates in the multi-employer Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $2,266,883 for the year ended August 31, 2004. At December 31, 2003, the Local Authorities Pension Plan reported a deficit of $1,410,987,000 (2002 - $444,980,000 deficit).

3. CASH AND SHORT-TERM INVESTMENTS

The short-term investments have maturity dates of 90 days or less. Short-term investments consist of bankers acceptances and a bearer deposit note, bearing interest at 2.00% to 2.10%. Cash and short-term investments include $6,708,077 restricted for capital purposes.

4. ACCOUNTS RECEIVABLE

	2004 $	2003 $
Municipalities-supplementary requisitions	**12,363,046**	11,835,849
Province of Alberta	**15,286,391**	10,274,082
Federal Government	**740,029**	665,974
Other	**2,763,298**	2,308,881
	31,152,764	25,084,786

Other accounts receivable include $1,285,875 (2003 - $1,471,101) owing from the schools relating to funding provided by the District by way of loans to fund the purchase of textbooks for rental to students.

5. CAPITAL ASSETS

	2004		
	Cost $	Accumulated Depreciation $	Net Book Value $
Buildings	**309,973,727**	**122,338,336**	**187,635,391**
Furniture, equipment and vehicles	**29,640,420**	**17,169,242**	**12,471,178**
Site development	**15,146,446**	**6,101,449**	**9,044,997**
Capital asset construction in progress	**20,354,759**	**—**	**20,354,759**
Land	**4,002,888**	**—**	**4,002,888**
Leasehold improvements	**712,570**	**667,444**	**45,126**
	379,830,810	**146,276,471**	**233,554,339**

	2003		
	Cost $	Accumulated Depreciation $	Net Book Value $
		Restated – see note 15	
Buildings	297,870,560	114,004,717	183,865,843
Furniture, equipment and vehicles	27,875,333	14,597,151	13,278,182
Site development	14,741,604	5,496,096	9,245,508
Capital asset construction in progress	11,008,969	—	11,008,969
Land	4,000,860	—	4,000,860
Leasehold improvements	712,570	644,881	67,689
	356,209,896	134,742,845	221,467,051

The District is committed to further capital expenditures of approximately $20,964,000. It is anticipated that $20,405,000 of these costs will be funded by capital grants from Alberta Infrastructure.

Calgary Roman Catholic Separate School District No. 1

NOTES TO FINANCIAL STATEMENTS

August 31, 2004

6. CREDIT FACILITY

The District has a $3,350,000 revolving credit facility with interest at prime less 0.25% comprised of a $3,000,000 demand credit facility, and a $350,000 purchasing card facility. A borrowing bylaw to a maximum of $10,000,000, covering all revenue of the District, has been provided as collateral for this facility. None of the demand facility was outstanding at year end, and $90,838 was outstanding on the purchasing card facility.

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2004 $	**2003** $
Province of Alberta	**15,219,774**	14,963,901
Federal Government	**728,793**	46,073
Alberta Municipalities	**257,167**	181,228
Other trade payables and accrued liabilities	**21,673,380**	15,045,185
	37,879,114	30,236,387

8. LONG-TERM DEBT

Long-term debt is comprised of debentures issued to the Alberta Capital Finance Authority at interest rates ranging from 7.25% to 12% per annum which mature at various dates to 2020. All debenture principal and interest payments are fully supported (funded) by the Province of Alberta.

	2004 $	**2003** $
Debentures	**26,242,717**	32,360,043
Less current portion	**(5,872,642)**	(6,117,326)
	20,370,075	26,242,717

Principal repayments required over each of the next five years and thereafter are as follows:

	$
2005	5,872,642
2006	5,537,281
2007	5,211,654
2008	4,264,516
2009	2,097,143
Thereafter	3,259,481
	26,242,717

9. RESERVES

Reserves are established at the discretion of the Board of Trustees of the District or externally and represent restricted net assets held for future operating and capital expenditures. These internally restricted net assets are not available for use without approval of the Board of Trustees.

	2004			
	Balance, beginning of year $	**Appropriated** $	**Utilized** $	**Balance, end of year** $
Operating				
Instructional	2,724,640	33,016	—	2,757,656
Building operation and maintenance	928,822	—	—	928,822
Administration	1,687,338	—	(971,442)	715,896
	5,340,800	33,016	(971,442)	4,402,374
Capital	624,505	29,935	(624,505)	29,935
	5,965,305	62,951	(1,595,947)	4,432,309

	2003			
	Balance, beginning of year $	**Appropriated** $	**Utilized** $	**Balance, end of year** $
Operating				
Instructional	2,724,640	—	—	2,724,640
Building operation and maintenance	—	928,822	—	928,822
Administration	1,149,890	537,448	—	1,687,338
	3,874,530	1,466,270	—	5,340,800
Capital	—	624,505	—	624,505
	3,874,530	2,090,775	—	5,965,305

10. SCHOOL GENERATED FUNDS

School generated funds included in the statement of revenue and expenditures are net of the costs of generating such funds and represent school generated funds available for discretionary spending purposes. Total revenues generated from these school activities amounted to $13,327,000 (2003 - $12,740,000).

11. CONTINGENT LIABILITIES

In the ordinary course of operations various claims and lawsuits are brought against the District. The ultimate settlement of such matters is not expected to be significant to the overall financial position of the District.

The District is currently negotiating with the Alberta Teachers' Association on a collective agreement for the 2004 fiscal year. The District has accrued an estimated settlement. If the actual settlement is different from the estimate, the financial statements may be impacted.

12. STATEMENT OF CASH FLOWS

(a) Net change in non-cash working capital

	2004 $	2003 $
Operating activities		
Accounts receivable	**(5,550,880)**	(2,876,735)
Inventory	**11,788**	28,279
Prepaid expenses	**274,372**	370,512
Accounts payable and accrued liabilities	**5,399,393**	(8,937,572)
Unearned grants	**(4,027,058)**	955,704
Cash provided by (used in) operating activities	**(3,892,385)**	(10,459,812)
Investing activities		
Accounts receivable	**(130,586)**	193,124
Prepaid expenses	**(12,458)**	—
Accounts payable and accrued liabilities	**2,556,806**	(120,716)
Cash provided by (used in) investing activities	**2,413,762**	72,408
Financing activities		
Accounts receivable	**(386,512)**	1,047,772
Accounts payable and accrued liabilities	**(313,472)**	(337,111)
Cash provided by (used in) financing activities	**(699,984)**	710,661

(b) Non-cash transaction

An exchange of property took place during in 2003 between the District and an arm's-length third party for $1,853,617 and is not reflected in the Statement of Cash Flows as it was a non-cash transaction.

Calgary Roman Catholic Separate School District No. 1

NOTES TO FINANCIAL STATEMENTS

August 31, 2004

13. SALARIES AND BENEFITS

	2004				2003
	Number	Salaries, Wages, and Accrued Vacation $	Benefits and Allowances $	Total $	Total $
Chair of Board	1	14,879	8,802	23,681	19,682
Other Board Members	6	72,093	51,776	123,869	108,424
Superintendent	1	142,713	28,307	171,020	170,877
Secretary-Treasurer	1	142,260	19,707	161,967	138,800
Salaries - Certificated	2,681	168,304,947	19,827,431	188,132,378	181,553,754
Salaries - Uncertificated	1,397	38,212,349	8,893,938	47,106,287	43,603,870
	4,087	206,889,241	28,829,961	235,719,202	225,595,407

14. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The District's primary source of revenue is from the Province of Alberta. The District's ability to continue its operations is dependent on this funding.

15. COMPARATIVE FIGURES

Upon adoption of capital asset accounting in 1996, certain portable classrooms were depreciated over ten years as opposed to twenty years as required by the District's accounting policy. The 2003 comparative figures have been restated to reflect the appropriate depreciation period. This adjustment resulted in an increase in depreciation expense of $353,113 in 2003 and the same increase in amortization of capital allocations included in revenue resulting in no change to the excess of expenditures over revenues on operations for the year. Accumulated depreciation was decreased by $1,681,294 and unamortized capital allocations was increased by the same amount resulting in no change to the net assets of the District.

Certain 2003 figures have been reclassified to conform to 2004 presentation.

School Jurisdiction Code 4010

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

						Board & System Administration			
REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board Governance	System Administration	Total Board & System Admin	External Services
Alberta Learning allocations									
(1) Instruction block	$213,612,320	$8,238,088	$205,374,232						
(2) Support block	$19,452,661				$9,770,379			$9,682,282	
(3) Instruction & support block reallocations	$0	$0	$117,031		($117,031)			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$4,960,425	$0	$4,960,425						
(5) Student Health Initiative (SHI)	$1,471,418	$0	$1,177,001						$294,417
(6) Supernet Access	$11,555		$11,555					$0	
(7) Teacher Salary Enhancement (TSE)	$9,561,000	$348,864	$9,138,476					$73,660	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$1,541,005	$0	$1,541,005	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$250,610,384	$8,586,952	$222,319,725	$0	$9,653,148			$9,755,942	$294,417
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$5,423,542			$5,423,542					
(13) Operations & Maintenance support	$24,560,240			$24,560,240					
(14) Operations & Maintenance support (One-Time)	$2,129,698			$2,129,698					
(15) **Total Alberta Infrastructure Revenue**	$32,113,480			$32,113,480					
(16) **Alberta Finance**	$2,704,411			$2,704,411					$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$437,336	$0	$403,846	$0	$0			$33,490	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$412,930	$0	$412,930						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$2,783,016	$95,000	$583,554	$49,473	$2,026,209			$29,480	$0
(25) **Investment income**	$731,878	$150,000	$502,603	$50,000	$0			$29,275	$0
(26) **Gifts and donations**	$1,743	$0	$1,743	$0	$0				$0
(27) **Rentals of facilities**	$1,787,062		$421,270	$400,002	$0			$71,480	$894,310
(28) **Net school generated funds**	$2,610,097	$0	$2,610,097	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$9,468,596		$0	$9,468,596	$0				$0
(31) **TOTAL REVENUES**	$304,040,989	$8,831,952	$227,635,318	$44,785,962	$11,679,357			$9,919,673	$1,188,727
EXPENSES									
(32) **Certificated salaries**	$168,447,960	$6,151,382	$161,172,308				$1,123,993	$1,123,993	$0
(33) **Certificated benefits**	$19,955,738	$471,252	$18,858,550				$327,936	$327,936	$0
(34) **Uncertificated salaries and wages**	$38,463,133	$422,827	$22,110,676	$10,599,437	$142,440	$181,071	$4,676,386	$4,857,457	$350,396
(35) **Uncertificated benefits**	$8,932,871	$84,565	$3,481,669	$2,439,211	$49,700	$31,460	$830,627	$862,087	$16,439
(36) **SUB - TOTAL**	$235,719,202	$7,530,006	$207,421,100	$13,038,648	$192,140	$212,531	$6,958,942	$7,170,473	$366,835
(37) **Services, contracts & supplies**	$52,983,877	$1,133,161	$17,150,388	$18,974,177	$11,656,461	$513,960	$3,031,985	$3,545,945	$523,545
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$170,596	$0	$0	($170,596)	$0	$0	$0	$0
(39) **Net school generated funds**	$2,610,097	$0	$2,610,097	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$9,468,596	$0	$0	$9,468,596	$0		$0	$0	$0
(41) Unsupported	$2,576,204	$0	$1,251,545	$600,130	$1,352	$0	$424,830	$424,830	$298,347
(42) Total Amortization	$12,044,800	$0	$1,251,545	$10,068,726	$1,352	$0	$424,830	$424,830	$298,347
Interest on capital debt									
(43) Supported	$2,704,411	$0	$0	$2,704,411	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$4,757	$0	$4,757	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$306,066,944	$8,833,763	$228,437,887	$44,785,962	$11,679,357	$726,491	$10,415,757	$11,141,248	$1,188,727
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	($2,025,955)	($1,811)	($802,569)	$0	$0			($1,221,575)	$0

SCHEDULE B to the AFS

INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$125,009,499	$15,380,895	$3,750,495	$9,015,423	$3,863,752	$4,003,408	$148,835	$161,172,305
Certificated benefits	$14,375,024	$1,995,516	$412,554	$991,696	$425,013	$440,375	$16,372	$18,656,550
Uncertificated salaries and wages	$5,713,519	$6,647,610	$994,220	$5,837,061	$2,501,597	$175,913	$240,656	$22,110,576
Uncertificated benefits	$2,272,814	$868,189	$138,663	$1,474,114	$631,764	$52,115	$44,010	$5,481,669
SUB - TOTAL REMUNERATION	$147,370,856	$24,892,210	$5,295,932	$17,318,294	$7,422,126	$4,671,809	$449,873	$207,421,100
Services, contracts & supplies	$10,189,533	$1,515,878	$1,309,572	$2,268,394	$972,169	$167,613	$727,129	$17,150,388
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$2,610,097							$2,610,097
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$1,149,836	$0	$101,709					$1,251,545
Total Amortization	$1,149,836	$0	$101,709					$1,251,545
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$4,757	$0						$4,757
TOTAL EXPENSES	$161,325,179	$26,408,088	$6,707,213	$19,586,688	$8,394,295	$4,839,422	$1,177,002	$228,437,887
FTE Certificated				127.7	54.7			
FTE Uncertificated				272.6	116.8			

SCHEDULE C to the AFS

INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$187,052,925	$15,328,225	$4,902,663	$117,031	$207,400,844	$167,631,177	$39,769,667
School Admin & Instruction Support Expenses						$26,408,088	($26,408,088)
System Instruction Support Expenses						$6,707,213	($6,707,213)
Total Basic Instruction	$187,052,925	$15,328,225	$4,902,663	$117,031	$207,400,844	$200,746,478	$6,654,366
Sub-Programs & Initiatives							
Severely Disabled	$7,379,784	$361,703	$0		$7,741,487	$8,394,295	($652,808)
English as a Second Language	$2,668,000				$2,668,000	$2,823,793	($155,793)
Enhanced Opportunities	$469,462				$469,462	$586,568	($117,106)
First Nations, Metis, and Inuit Education	$221,193		$0		$221,193	$259,454	($38,261)
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$4,789				$4,789		$4,789
Growth & Density	$921,702				$921,702		$921,702
Teacher Assistants Program	$868,849				$868,849	$623,625	$245,224
Early Literacy Initiative (K-2)	$1,565,875				$1,565,875	$1,856,400	($290,525)
Learning Resources Credit & Resources for the Classroom	$290,658	$1,138,534	$412,930		$1,842,122	$3,674,868	($1,832,746)
Technology Integration	$3,475,613		$0		$3,475,613	$918,015	$2,557,598
French Language Program & Francisation (all jurisdictions)	$377,423		$0		$377,423	$8,443,866	($8,066,443)
Home Education	$77,959		$0		$77,959	$110,525	($32,566)
Total Sub-Programs & Initiatives	$18,321,307		$412,930		$20,234,474	$27,691,409	($7,456,935)
INSTRUCTION, GRADES 1-12	$205,374,232	$16,828,462	$5,315,593	$117,031	$227,635,318	$228,437,887	($802,569)

School Jurisdiction Code: 4010

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$210,136,707
Support Block - Transportation	$9,770,379
SUBTOTAL	$219,907,086

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$24,560,240
Teacher Salary Enhancement	$9,561,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$837,392
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$2,763,016
Interest on investments	$731,878
Rentals of facilities	$1,787,062
Gains on disposal of capital assets	$0
Amortization of capital allocations	$9,468,596
School generated funds (Schedule E)	$11,665,355
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$281,281,625**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$11,251,265

Considerations for Charter Schools and Small Boards:

If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$11,251,265**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$11,141,248
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$971,442
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$10,169,806
Maximum Expense Limit for Board & System Administration (Step 3)	$11,251,265
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$1,081,459

School Jurisdiction Code: 4010

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$3,152,698
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$11,665,355	
Less: SGF - related cost recoveries (Note 3)	$10,881,914	
- capitalized at the District level (Note 4)	$0	
Net Total	$783,441	
Plus: Donations Received (Note 5)	$1,661,764	
Equals: Net Additions to SGF		$2,445,205
Net SGF Available for discretionary spending		$5,597,903
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$2,610,097
Unexpended SGF - Closing Balance August 31, 2004		$2,987,806

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance, staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 4010

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$8,970,919	$1,256,033	$0	$0	$372,485	$10,599,437		$10,599,437
Uncertificated benefits	$2,150,353	$227,385	$0	$0	$61,473	$2,439,211		$2,439,211
Sub-total Remuneration	$11,121,272	$1,483,418	$0	$0	$433,958	$13,038,648		$13,038,648
Contracted Services	$290,794	$5,201,019	$0	$5,430,070	$38,399	$10,960,282		$10,960,282
Supplies	$486,813	$1,052,875	$0	$0	$85,142	$1,624,830		$1,624,830
Electricity			$3,341,694			$3,341,694		$3,341,694
Natural Gas/Heating Fuel			$2,131,631			$2,131,631		$2,131,631
Sewer and Water			$486,045			$486,045		$486,045
Telecommunications			$154,501			$154,501		$154,501
Insurance					$275,194	$275,194		$275,194
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$9,468,596	$9,468,596
Unsupported						$600,130		$600,130
Total Amortization						$600,130	$9,468,596	$10,068,726
Interest on capital debt								
Supported							$2,704,411	$2,704,411
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$11,898,879	$7,737,312	$6,113,871	$5,430,070	$832,693	$32,612,955	$12,173,007	$44,785,962
SQUARE METRES								
School Buildings								445,044.6
Non School Buildings								22,152.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-200
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Mrs Lois Burke-Gaffney	1.0	$14,879	$1,693	$7,109			$23,681	$5,224
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Mrs Margaret Belcourt	1.0	$12,626	$4,295	$6,032			$22,953	$3,559
Name	Mrs Linda Biasetti	1.0	$12,079	$3,166	$5,771			$21,016	$2,710
Name	Mrs Maureen Emond	1.0	$12,378	$424	$5,914			$18,716	$2,784
Name	Mr Gerald Adam Heighes	1.0	$11,958	$3,158	$5,713			$20,829	$1,670
Name	Ms Linda Wellman	1.0	$11,618	$3,156	$5,550			$20,324	$2,095
Name	Ms Catherine Williams	1.0	$11,434	$3,134	$5,463			$20,031	$1,068
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.0*	*$86,972*	*$19,026*	*$41,552*			*$147,550*	*$19,110*
Superintendent	Dr Jeremy Simms	1.0	$142,713	$28,307	$0	$0	$0	$171,020	$11,064
Superintendent	Ms Deborah Achen	1.0	$142,260	$19,707	$0	$0	$0	$161,967	$9,173
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		2,681.0	$168,304,947	$18,715,389	$0	$0	$1,112,042	$188,132,378	
Uncertificated Salaries & Wages		1,397.0	$38,212,349	$8,893,938	$0	$0	$0	$47,106,287	
TOTALS			$206,889,241	$27,676,367	$41,552	$0	$1,112,042	$235,719,202	

Note: Employed or contracted out. Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 3030

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CALGARY BOARD OF EDUCATION
Legal Name of School Jurisdiction

515 MACLEOD TRAIL S.E. CALGARY, ALBERTA T2G 2L9
Mailing Address

Tel: (403) 294-8211 Fax: (403) 294-8254
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules CALGARY BOARD OF EDUCATION (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

GORDON DIRKS "ORIGINAL SIGNED"
Name Signature

SUPERINTENDENT

DR. BRENDAN J. CROSKERY "ORIGINAL SIGNED"
Name Signature

SECRETARY TREASURER OR TREASURER

DONALD M. DART "ORIGINAL SIGNED"
Name Signature

30-Nov-04
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
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KPMG LLP
Chartered Accountants
1200 205 - 5th Avenue SW
Calgary AB T2P 4B9

Telephone (403) 691-8000
Telefax (403) 691-8008
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AUDITORS' REPORT

To the Board of Trustees

We have audited the statement of financial position of the Calgary Board of Education as at August 31, 2004 and the statements of revenues and expenses, cash flows, net assets and capital allocations for the year then ended. These financial statements, which are presented in the format prescribed by Alberta Learning, are the responsibility of the Calgary Board of Education's Administration. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles and the presentation requirements of Alberta Learning.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The current year's supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

KPMG LLP
Chartered Accountants

Calgary, Canada
November 8, 2004

KPMG LLP, a Canadian limited liability partnership is the Canadian member firm of KPMG International, a Swiss nonoperating association

School Jurisdiction Code: 3030

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$64,033,000	$52,959,000
Accounts receivable (net after allowances)		$21,445,000	$19,184,000
Prepaid expenses		$3,028,000	$3,971,000
Other current assets		$22,015,000	$22,381,000
Total current assets		$110,521,000	$98,495,000
School generated assets		$10,247,000	$11,831,000
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$13,249,000	$10,225,000
Capital assets			
Land		$2,962,000	$2,962,000
Buildings	$578,376,000		
Less: accumulated amortization	($254,401,000)	$323,975,000	$306,411,000
Equipment	$85,807,000		
Less: accumulated amortization	($54,373,000)	$31,434,000	$24,298,000
Vehicles	$4,733,000		
Less: accumulated amortization	($3,085,000)	$1,648,000	$1,732,000
Total capital assets		$360,019,000	$335,403,000
TOTAL ASSETS		$494,036,000	$455,954,000
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$62,303,000	$49,771,000
Deferred revenue		$13,124,000	$20,181,000
Deferred capital allocations		$1,992,000	$14,594,000
Current portion of all long term debt		$9,116,000	$9,638,000
Total current liabilities		$86,535,000	$94,184,000
School generated liabilities		$10,247,000	$11,831,000
Trust liabilities		$0	$0
Employee future benefits liability		$21,274,000	$15,902,000
Long term debt			
Supported:	Debentures and other supported debt	$67,637,000	$76,872,000
	Less: Current portion of supported debt	($8,871,000)	($9,235,000)
Unsupported:	Debentures and Capital Loans		$403,000
	Capital Leases	$2,700,000	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($245,000)	($403,000)
Unamortized capital allocations		$254,781,000	$227,897,000
Total long term liabilities		$347,523,000	$323,267,000
TOTAL LIABILITIES		$434,058,000	$417,451,000
NET ASSETS			
Unrestricted net assets		$26,000	($9,584,000)
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$26,000	($9,584,000)
Investment in capital assets		$35,815,000	$30,231,000
Capital Reserves		$24,139,000	$17,856,000
Total Capital Funds		$59,954,000	$48,087,000
Total net assets		$59,980,000	$38,503,000
TOTAL LIABILITIES AND NET ASSETS		$494,038,000	$455,954,000

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 3030

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004 (unaudited, note 2a)	Actual 2003
REVENUES			
Alberta Learning	$579,629,000	$580,273,000	$566,571,000
Alberta Infrastructure	$67,401,000	$68,229,000	$65,250,000
Alberta Finance	$7,398,000	$7,398,000	$8,369,000
Other Government of Alberta	$379,000	$249,000	$639,000
Federal Government and/or First Nations	$1,535,000	$1,406,000	$1,411,000
Other Alberta school authorities	$1,250,000	$1,170,000	$1,152,000
Out of province authorities	$0	$0	$17,000
Alberta Municipalities	$1,048,000	$1,003,000	$1,281,000
Instruction resource fees	$6,931,000	$6,835,000	$7,046,000
Transportation fees	$4,577,000	$4,834,000	$2,623,000
Other sales and services	$18,191,000	$16,546,000	$16,340,000
Investment income	$2,229,000	$788,000	$2,032,000
Gifts and donations	$664,000	$532,000	$762,000
Rentals of facilities	$6,205,000	$5,875,000	$5,011,000
Net school generated funds	$6,723,000	$7,862,000	$6,953,000
Gains on disposal of capital assets	$3,612,000	$3,612,000	$7,113,000
Amortization of capital allocations	$13,312,000	$13,385,000	$13,538,000
Total Revenues	$721,084,000	$719,997,000	$706,108,000
EXPENSES			
Certificated salaries	$374,658,000	$372,837,000	$370,068,000
Certificated benefits	$46,729,000	$45,933,000	$47,268,000
Uncertificated salaries and wages	$111,719,000	$111,795,000	$107,076,000
Uncertificated benefits	$23,644,000	$23,031,000	$22,379,000
Services, contracts and supplies	$108,440,000	$114,841,000	$106,766,000
Net school generated funds	$6,723,000	$7,862,000	$6,953,000
Capital and debt services			
Amortization of capital assets			
Supported	$13,312,000	$13,385,000	$13,538,000
Unsupported	$6,880,000	$6,811,000	$6,639,000
Total Amortization of capital assets	$20,192,000	$20,196,000	$20,177,000
Interest on capital debt			
Supported	$7,398,000	$7,398,000	$8,369,000
Unsupported	$13,000	$13,000	$56,000
Total Interest on capital debt	$7,411,000	$7,411,000	$8,425,000
Other interest charges	$91,000	$196,000	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$699,607,000	$704,102,000	$689,112,000
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$21,477,000	$15,895,000	$16,996,000
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$21,477,000	$15,895,000	$16,996,000

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 3030

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$21,477,000	$16,745,000
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($13,312,000)	($13,538,000)
Total amortization expense	$20,192,000	$20,177,000
Gains on disposal of capital assets	($3,612,000)	($7,113,000)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($879,000)	($1,747,000)
Prepaids and other current assets	$1,309,000	($250,000)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$12,460,000	($20,375,000)
Deferred revenue	($7,057,000)	$4,036,000
Employee future benefits	$5,372,000	$5,028,000
Other (describe) School generated activities	$0	$0
Total sources (uses) of cash from Operations	$35,950,000	$2,963,000
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($30,113,000)	($25,978,000)
Equipment	($14,341,000)	($6,655,000)
Vehicles	($355,000)	($403,000)
Net proceeds from disposal of capital assets	$5,523,000	$7,113,000
Other (describe) Working capital components and long term in	($3,012,000)	($432,000)
Total sources (uses) of cash from Investing activities	($42,298,000)	($26,355,000)
C. FINANCING ACTIVITIES		
Capital allocations received	$18,360,000	$9,614,000
Issue of long term debt	$2,700,000	$0
Repayment of long term debt	($9,638,000)	($10,303,000)
Add back: supported portion	$9,234,000	$9,396,000
Other (describe)	($3,234,000)	($2,667,000)
Total sources (uses) from Financing activities	$17,422,000	$6,040,000
Net sources (uses) of cash equivalents* during year	$11,074,000	($17,352,000)
Cash Equivalents at the beginning of the year	$52,959,000	$70,311,000
Cash Equivalents at the end of the year	$64,033,000	$52,959,000

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code 3030

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$38,503,000	$30,231,000	($9,584,000)	$17,856,000	$0	$0	$0	$17,856,000	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$38,503,000	$30,231,000	($9,584,000)	$17,856,000	$0	$0	$0	$17,856,000	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$21,477,000		$21,477,000											
Board funded capital transactions		$12,078,000	($6,977,000)	($5,101,000)	$0	$0	$0	($5,101,000)	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($20,192,000)	$20,192,000											
Amortization of capital allocations		$13,312,000	($13,312,000)											
Disposal of unsupported capital assets	$0	($17,000)	($46,000)	$63,000		$0		$63,000		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	($3,549,000)	$3,549,000		$0		$3,549,000		$0		$0		$0
Debt principal payments (unsupported)		$403,000	($403,000)											
Net transfers to operating reserves			($12,360,000)	$12,360,000	$5,697,000		$1,535,000		$0		$3,315,000		$1,813,000	
Net transfers from operating reserves			$12,360,000	($12,360,000)	($5,697,000)		($1,535,000)		$0		($3,315,000)		($1,813,000)	
Net transfers to capital reserves			($7,772,000)	$7,772,000		$0		$7,772,000		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$59,980,000	$35,815,000	$26,000	$24,139,000	$0	$0	$0	$24,139,000	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 3030

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$14,594,000	$227,897,000
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$16,571,000	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$1,000	
Interest earned on provincial government capital allocations		$349,000	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$1,911,000	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$9,234,000
Expended capital allocations - current year		($31,434,000)	$31,434,000
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$472,000
Capital allocations amortized to revenue			$13,312,000
Balance at August 31, 2004		$1,992,000	$254,781,000

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

CALGARY BOARD OF EDUCATION
NOTES TO AUDITED FINANCIAL STATEMENTS AND SUPPORTING SCHEDULES
AUGUST 31, 2004

(All amounts expressed in thousands of dollars)

1. ORGANIZATION

The Calgary Board of Education (the "Corporation") is an independent legal entity with an elected Board of Trustees as stipulated in the *School Act* (Alberta). The Corporation is registered as a charitable organization under the *Income Tax Act* (Canada) and, therefore, is exempt from income tax and may issue official receipts for income tax purposes to donors.

The Corporation provides a full range of educational services for all instructional programs ranging from Kindergarten through Grade 12. In addition, the Corporation demonstrates its commitment to life-long learning by offering continuing education programs for adults.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

The financial statements of the Corporation have been prepared in accordance with Canadian generally accepted accounting principles. A precise determination of many assets and liabilities is dependent upon future events and involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from these estimates or approximations. In administration's opinion, these financial statements have been prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

The financial operations of the Calgary Board of Education Foundation (see Note 14 (b)) are not consolidated in these financial statements.

Budget information (unaudited) presented on the statement of revenues and expenses for information purposes only and represents the original budget submitted to Alberta Learning, as amended during the fiscal year to reflect identified changes in circumstances relating to operating and program changes. The original budget and subsequent amendments are approved by the Board of Trustees.

(b) Cash and Temporary Investments

Cash and temporary investments are comprised of cash and temporary investments with original maturity of 90 days or less. Investments in cash equivalents are made in compliance with the *School Act*, *Trustee Act*, or other authorization from Alberta Learning.

(c) Investments

Investments are made in compliance with the *School Act, Trustee Act,* or other authorization from Alberta Learning. As well, in accordance with the Corporation's administrative regulation, investments are made only in companies that are socially responsible and ethically managed, as determined by the appointed external investment counsel.

Temporary investments consist of amounts to ensure the timely settlement of the Corporation's financial obligations. Investment recommendations are made with a maximum of a one-year view.

Long term investments consist of amounts anticipated to be available for investment for a period of approximately three to five years, unless significant unforeseen factors occur.

Investments may consist of corporate and government bonds, treasury bills and money market investments. These investments are recorded as of the date of acquisition and are stated at cost plus accrued interest, which approximates market value. In addition, long-term investments may also include equities and are recorded at cost. Gains on sales of investments are recognized in the year of disposal. Losses are recognized in the year of disposal or, for long-term investments, when there is an other-than-temporary impairment in the value of an investment. Interest and dividends are included in income on the accrual basis.

(d) Inventories

Inventories, included in other current assets, consist of maintenance and school supplies and are valued at the lower of average cost and replacement cost, or net realizable value. The inventory is recorded as an expense when items are shipped to schools or departments.

(e) Capital Assets and Amortization of Capital Allocations

Capital assets are recorded at cost. Amortization is provided on a straight-line basis at rates which are intended to amortize the cost of the capital assets over their estimated useful lives. The amortization rates applied are as follows:

Land improvements	25 years
Buildings	40 years
Furniture and equipment	5-10 years

No amortization is provided on construction in progress, as these assets are not ready and available for use. Upon completion and placement into use, these assets are amortized in accordance with the Corporation's accounting policy.

Certain capital assets, including new school construction and major renovations (except administrative buildings and replacement of equipment and vehicles), are funded by Alberta Infrastructure based on three-year capital plans. Capital grants for these assets are deferred and reflected in revenue (as amortization of capital allocations) over the lives of the related assets.

(f) Revenue Recognition

Revenues are recognized when they are earned. Grants received, restricted donations and fees collected, in advance of the provision or use of related services, are deferred.

Unrestricted cash donations are recognized as revenue when they are received. Donations of materials and services, that would otherwise have been purchased, are recorded at fair market value when an estimated fair market value can be reasonably determined.

Funds donated by individuals or organizations or contributed by the Corporation, for the purpose of establishing scholarships and bursaries, are accounted for as deferred revenues. Interest is calculated on each scholarship fund balance and is accrued for the benefit of the recipients of the fund. Payments from individual scholarships are made to the recipients of the scholarships and bursaries in accordance with the various scholarship agreements, and a corresponding amount is transferred to revenue at that time.

The annual amortization of capital assets funded by Alberta Infrastructure is charged to expense and is offset by a corresponding amount of revenue arising from the recognition in that year of amortization of related capital allocations.

Each year, volunteers contribute a considerable number of hours which support the delivery of certain programs within schools. Due to the difficulty of determining or otherwise estimating these hours and the fact that these services are not otherwise purchased, contributed services are not quantified and recognized in these financial statements.

(g) Proceeds on Disposal of Capital Assets

The proceeds on disposal of capital assets are applied to fund future capital assets. To the extent that these proceeds relate to provincially funded assets, the amount is recorded as deferred capital allocations until a provincially approved capital expenditure is made. To the extent that these proceeds relate to Corporation funded assets, the amount is reflected as income and a corresponding amount is transferred to capital reserve until a Board of Trustee approved capital expenditure is made.

Pursuant to Provincial regulations, the allocation is determined for each asset disposal based upon the relative contribution from the Province of Alberta and the Corporation to fund the original purchase of the disposed asset.

(h) School Generated Funds

These financial statements include funds arising from certain school and student activities which are controlled and administered locally by each school but for which the Corporation is accountable. When schools undertake fundraising and extra-curricular activities, the related costs are netted against the amount of recorded school generated funds revenue. Revenue from school generated funds is recognized as the related or, in some cases unrelated, expenses are incurred.

(i) Employee Future Benefit Plans

The Corporation's certificated employees are required to contribute to the Teachers' Retirement Fund, a multi-employer pension plan. This defined benefit pension plan is the responsibility of the Province of Alberta and these employees. Accordingly, no disclosure has been made in these financial statements relating to the effects of participation in the pension plan by the Corporation's employees.

The Corporation and its uncertificated employees participate in the Local Authorities Pension Plan, a multi-employer pension plan. Pension costs included in these financial statements comprise the cost of employer contributions for current service of participating employees during the year.

For employee future benefit plans other than pension plans, the Corporation accrues its obligations, and expenses the related costs, in accordance with the terms of various collective agreements and other contracts of employment. The cost of employee future benefits earned by employees is actuarially determined using the projected benefit method pro-rated on service and management's best estimate of salary escalation, retirement ages of employees, and expected supplementary health care and dental care costs. The actuarially determined benefit obligation from the initial application of this policy is being amortized over the average remaining service period of employees active at September 1, 2000, the beginning of the fiscal year in which this policy was implemented. The balance of any unrecognized net plan experience, including changes in actuarial basis, in excess of 10% of the greater of the actuarial benefit obligation and the market value of plan assets is amortized over the average remaining service lifetime of the active members as of the applicable date. When changes to employee future benefit plans are negotiated, the related financial impacts are recognized when an agreement has been reached by the Corporation and the applicable group of employees.

The most recent actuarial valuation of the obligation was performed as at August 31, 2004.

(j) Financial Instruments

The Corporation's financial instruments consist of cash and temporary investments, accounts receivable, prepaid expenses, school generated assets, long term investments, outstanding cheques, bank indebtedness, accounts payable and accrued liabilities, and long term debt. It is administration's opinion that the Corporation is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, as determined by market comparisons, the fair values of these financial instruments approximate their carrying values.

3. CASH AND CASH EQUIVALENTS, INVESTMENTS AND BANK INDEBTEDNESS

	2004				
		Investments at Cost			
	Cash and cash equivalents	Short-Term	Long-Term	Total	Market Value
Cash and Fixed Income Investments					
Bank balances (1)	$ 492	$ -	$ -	$ 492	$ 492
Outstanding cheques	(833)	-	-	(833)	(833)
Money market investments	64,376	21,405	1,438	87,219	87,340
Canadian bonds	-	-	5,173	5,173	5,163
Restricted long-term investment (2)	-	-	2,700	2,700	2,700
Equity Investments					
Canadian equities	-	-	2,148	2,148	2,377
U.S. equity pooled funds	-	-	900	900	963
International equity pooled funds	-	-	890	890	988
Total at Cost	$ 64,035	$ 21,405	$ 13,249	$ 98,689	
Total at Market Value	$ 64,089	$ 21,468	$ 13,633		$ 99,190

(1) Bank balances includes $913 restricted for capital use.

(2) Restricted long-term investment relates to cash collateral requirements as a result of the capital lease entered into during the year ended August 31, 2004 (see Note 8).

	2003				
		Investments at Cost			
	Cash and cash equivalents	Short-Term	Long-Term	Total	Market Value
Cash and Fixed Income Investments					
Bank balances	$ 1,514	$ -	$ -	$ 1,514	$ 1,514
Outstanding cheques	(1,768)	-	-	(1,768)	(1,768)
Money market investments	53,213	10,424	7,669	71,306	71,497
Canadian bonds	-	11,302	1,174	12,476	12,448
Equity Investments					
Canadian equities	-	-	582	582	651
U.S. equity pooled funds	-	-	400	400	426
International equity pooled funds	-	-	400	400	431
Total at Cost	$ 52,959	$ 21,726	$ 10,225	$ 84,910	
Total at Market Value	$ 53,062	$ 21,779	$ 10,358		$ 85,199

General Operating and Other Bank Indebtedness

The Corporation maintains lines of credit that have been negotiated with its bankers for general operating purposes. As at August 31, 2004, no amount has been drawn against the Corporation's general operating line of credit.

Yields on current and long-term investments are as follows:

	2004		2003	
	Effective or Market Yield	Cost	Effective or Market Yield	Cost
Cash Equivalents				
Money Market Investments	2.18%	$ 64,376	2.90%	$ 53,213
Short-Term Investments				
Bonds	-	-	2.65%	11,302
Money Market Investments	2.27%	21,405	2.96%	21,405
Long-Term Investments				
Money Market Investments	2.09%	1,438	2.82%	7,669
Bond maturity				
Within one year	2.00%	305	2.96%	303
Two to five years	-	-	4.18%	318
More than five years	4.32%	4,868	4.32%	553
Canadian equities	2.02%	2,148	2.61%	582
U.S. equity pooled funds	1.33%	900	1.30%	400
International equity pooled funds	2.68%	890	2.90%	400

Additional Cash Flow Information

During the year ended August 31, 2004, cash interest paid on debenture and other debt amounted to $7,920 (2003 - $8,815) and cash interest earned on investments totaled $2,046 (2003 - $1,810).

4. OTHER CURRENT ASSETS

	2004	2003
Temporary investments with original maturities greater than 90 days	$ 21,405	$ 21,726
Inventory	610	655
	$ 22,015	$ 22,381

5. DEFERRED REVENUE

	2004	2003
Alberta Learning Grants		
Basic Instruction	$ -	$ 1,178
Alberta Initiative for School Improvement	3,710	1,069
Transportation one-time grant for 2003/04	-	334
Piitoayis school	-	356
Technology Integration Funding	-	1,578
Reclamation of Alberta Learning grants	-	178
Other Alberta Learning revenue	72	155
Alberta Infrastructure Grants		
Infrastructure Maintenance Program	1,472	2,823
One-time funding for Operations and Maintenance	-	4,706
Other and Miscellaneous Revenues	7,870	7,804
	$ 13,124	$ 20,181

6. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations include $1,911 (2003 - $1,189) in proceeds on disposal of provincially funded assets.

7. UNFUNDED EMPLOYEEE FUTURE BENEFIT LIABILITY

(a) Local Authorities Pension Plan

The majority of the Corporation's uncertificated employees participate in the Local Authorities Pension Plan, a multi-employer pension plan. The Corporation's net pension expense for the year amounts to $5,955 (2003 - $5,064).

(b) Other Employee Future Benefits

The Corporation has a number of defined benefit plans providing post-employment and post-retirement benefits for supplementary health care, dental care, life insurance and retiring allowances. These plans are not funded by separately designated plan assets.

The Corporation measures its accrued benefit obligations for accounting purposes as at August 31 of each year. The most recent actuarial valuation of post-retirement and post-employment benefit plans was as of August 31, 2004. The next required valuation will be as of August 31, 2007.

The significant actuarial assumptions adopted in measuring the Corporation's employee future benefit obligation (based on a weighted average assumption of the various plans as of August 31, 2004, the date of the most recent actuarial valuation) are as follows:

Amortization method	Straight-line
Discount rate	6.15%
Supplementary health care cost escalation	10.0% for 2004, grading by 0.5% per year to an ultimate rate of 5.0%
Dental care cost escalation	4.0% per year
Provincial health care escalation	3.0%

The actuarially determined liability for future employee benefits at August 31, 2004 is $56,275 (2003 - $45,132). To date, $21,274 (2003 - $15,902) has been accrued in these financial statements. The initial transitional obligation of $35,664 at September 1, 2000 is being amortized over the expected average remaining service period of the employee group, which was estimated to be 12 years. The unamortized balance as at August 31, 2004 is $23,776. The total current year expense for employee future benefits amounts to $7,898 (2003 - $6,974), including current service costs of $1,984 (2003 - $1,855). During the year ended August 31, 2004, $2,525 (2003 - $1,946) was paid in respect of post-employment or post-retirement benefits.

Subsequent to year end, the Corporation and Alberta Teachers Association, Local #38 (Calgary Public Teachers) reached a collective agreement for the period September 1, 2003 through August 31, 2007 (see note 14) which included certain amendments to the employees' post retirement benefit plan. The effects of the plan amendments are treated separately as both a negative plan amendment and a curtailment of the plan for the 2004/05 fiscal year. The unamortized transitional obligation of $23,776 will be reduced to reflect the change in the accrued benefit obligation, and the remaining amount amortized over the balance of the original average remaining service period, which is 8 years. The financial impact of the curtailment of the plan is recognized fully in the 2004/05 fiscal year.

8. LONG TERM DEBT

Long term debt relates to debentures for the acquisition of school buildings funded directly by Alberta Infrastructure and to capital leases, approved by the Minister of Learning for internally financed equipment purchases. Debentures are secured by all assets of the Corporation.

Debenture debt on school buildings, in the amount of $67,637 outstanding at August 31, 2004, bears interest at rates ranging from 7.25% to 12.00% with a weighted average rate of 10.25% per annum. Debenture interest expense on school buildings during the year amounted to $7,398 (2003 - $8,369). Debentures were issued for periods of 15, 20 or 25 years in those years prior to 1995 when the Corporation had local taxing authority. Fair value of this debt, calculated using discounted cash flow analyses with a discount rate equal to the prevailing market rate of interest for instruments having the same terms and characteristics, is $78,676. This fair value amount is provided for information purposes only. This debt is fully guaranteed by the Province of Alberta and Alberta Infrastructure funds interest and principal payments.

In addition, the Corporation has entered into a capital lease for certain equipment. This obligation bears interest at a rate of Royal Bank of Canada prime rate less 1.6% per annum and expires June 29, 2014.

The following is a summary by fiscal year of principal payments on debenture debt and on capital leases outstanding at August 31, 2004:

Year Ending	Debenture Debt	Capital Leases	Total
2005	$ 8,871	$ 245	$ 9,116
2006	8,757	250	9,007
2007	8,612	256	8,868
2008	7,855	261	8,116
2009	6,490	267	6,757
to maturity	27,052	1,421	28,473
Total	67,637	2,700	70,337
Current portion	8,871	245	9,116
Long-term portion	$ 58,766	$ 2,455	$ 61,221

Capital lease interest expense during the year amounted to $10 (2003 - $nil).

9. CONTINGENCIES AND COMMITMENTS

From year to year, legal actions are brought against the Corporation in the normal course of operations. The ultimate resolutions of claims presently outstanding are not expected to be significant to the overall financial position of the Corporation.

The Corporation has an undertaking to eliminate its unrestricted operating deficit over a ten-year period ending August 31, 2010 (see note 10).

The Corporation has contractual commitments to complete major capital projects relating to school buildings. As at August 31, 2004, these outstanding contractual obligations amount to $19,120, all of which are expected to be funded by the Province of Alberta.

To the extent the Corporation does not complete certain contractual commitments to develop information technology infrastructure, the Corporation would incur penalties ranging from $471 to $1,280.

The Corporation has entered into operating lease agreements for office space that expire through August 31, 2009. Future minimum annual lease payments under these leases are as follows:

2005	$ 402
2006	414
2007	426
2008	438
2009	339
	$ 2,019

Rent expense during the year amounted to $170 (2003 - $nil).

10. NET ASSETS

The components of the Corporation's net assets of $59,980 as at August 31, 2004 are described below:

(a) Unrestricted Net Assets

Under Alberta Learning requirements, operating reserves may only be created or increased when a school board has an accumulated operating surplus. Alberta Learning excludes school generated funds from this determination. However, where certain instructional initiatives are planned or in progress, and consistent with prior years, the Corporation has designated or reserved operating funds for specific purposes. These fund designations will be honoured in accordance with legislation or a Board of Trustees motion.

These funds are identified below as "restricted net assets – operating" in the amounts of $5,394 in the current year and $12,360 on a cumulative basis. In accordance with the requirement of Alberta Learning, however, for financial statement purposes, the Statement of Changes in Net Assets reflects transfers of these funds from operating reserves to unrestricted net assets.

As at August 31, 2004, the Corporation has an accumulated operating surplus of $26 (2003 – an accumulated operating deficit of $9,584) comprised of the following:

	2004	2003
Unrestricted operating deficit	$(12,334)	$(16,550)
Restricted net assets - operating	12,360	6,966
	$ 26	$ (9,584)

(i) Unrestricted Operating Deficit

Unrestricted operating deficit represents the aggregation of successive years' annual unrestricted excesses and deficiencies of revenues over expenses. As at August 31, 2004, the Corporation has an unrestricted operating deficit of $12,334 (2003 - $16,550).

In 1999, senior administration prepared a plan, approved by the Minister of Learning, to eliminate its unrestricted operating deficit over a ten-year period, ending August 31, 2010. The minimum repayment amount required per year is $2,600. Since the Minister of Learning approved the plan in 1999, the Corporation is ahead of its deficit reduction objective as at August 31, 2004 by $3,250.

(ii) Restricted Net Assets - Operating

Restricted net assets – operating consists of designated funds and operating reserves, which are established through Provincial regulation or by Board of Trustee approval. These restricted funds are set aside by the Board to provide funding for specific programs or to stabilize annual fee rates established to offset the cost of programs and services.

Restricted net assets – operating comprises the following:

	2004	2003
Designated Funds		
School decentralized budgets carried forward	$ 3,843	$ 2,090
Instructional programs	1,854	522
Total designated funds	5,697	2,612
Operating Reserves		
Transportation Reserve	3,315	2,600
Utility Expense Stabilization Reserve	1,535	-
Continuing Education Fee Stabilization Reserve	1,335	1,291
Music Loan Pool Reserve	478	463
Total operating reserves	6,663	4,354
Total restricted net assets – operating	$ 12,360	$ 6,966

As at August 31, 2004, the Board of Trustees has approved the use of $1,503 of the Transportation Reserve in the 2004/05 operating budget.

(b) Capital Reserves and Designated Capital Funds

The Corporation's capital reserves, established by Board of Trustee motion and in accordance with Provincial regulation, are funded from proceeds on disposals of capital assets or from lease revenues. In addition, capital funds have been designated by the Board of Trustees to permit the completion of capital projects which are budgeted but not yet complete. To date, the following capital reserves have been established:

	2004	2003
Proceeds on disposal of capital assets	$ 15,280	$ 13,197
Capital reserve for leased school buildings	1,962	1,087
Funds committed for approved capital projects	6,897	3,572
	$ 24,139	$ 17,856

These reserves are to be applied to finance future capital expenditures in accordance with the specific requirements of each of these reserve funds. Funds may be designated by the Board of Trustees from time to time to permit the completion of budgeted capital projects. As at August 31, 2004, the Board of Trustees has approved the use of $16,279 of these funds for future capital transactions. These funds are committed as capital projects are approved.

(c) Investment in Capital Assets

Investment in capital assets represents the Corporation's net investment of operating funds which have been used from time to time to purchase capital equipment and technology infrastructure to support the general operating activities of the Corporation.

11. OTHER ALBERTA LEARNING REVENUES (Schedule A)

Other Alberta Learning revenues are comprised of the following:

	2004	2003
Alberta Learning Commission funding	$ 9,142	$ -
Resources for Classroom funding	2,225	1,285
Grant for Piitoayis school	356	992
One-time funding – unique circumstances	-	7,000
Charter School relocation funding	(605)	1,116
Special Education Tribunal funding	-	76
Staff secondments, contracts and other	394	187
	$11,512	$10,656

12. RELATED PARTIES

(a) Province of Alberta

The Corporation is economically dependent upon the Government of the Province of Alberta since the viability of its on-going operations depends on contributions from Alberta Learning and other provincial ministries. Transactions between the Corporation and the Province of Alberta and related balances are disclosed in the statement of revenue and expense, balance sheet and in the notes to the financial statements.

(b) Calgary Board of Education Foundation

The Calgary Board of Education Foundation (the "Foundation") was established by a trust indenture. The Corporation's Board of Trustees appoints the Governors of the Foundation, however Trustees cannot hold a majority of the Governor positions. The Foundation promotes activities that support public education for the benefit of Calgary's students.

The Foundation is not consolidated in these financial statements. The resources held by the Foundation are not necessarily limited for use by the Corporation. Select financial information for the Foundation for the years ended August 31 is as follows:

	2004	2003
Total assets	$ 742	$ 461
Total liabilities	-	183
Net assets	$ 742	$ 278
Fund balances held by the Foundation:		
Flow though funds	$ 214	$ 36
Endowment funds	187	15
Operating funds	341	227
	$ 742	$ 278
Revenues (1)	$ 1,225	$ 774
Expenses (2)	679	496
Excess of revenues over expenses	$ 546	$ 278

(1) Revenues include financial support from the Corporation of $nil (2003 - $574).

(2) Charitable disbursements and expenses paid to the Corporation amount to $25 (2003 - $nil).

(c) Other fundraising groups and associations

Various parent groups, including societies and other associations, solicit donations and undertake fundraising activities to provide operating and capital donations to further the objectives of the Corporation. The financial information of these groups is not consolidated in these financial statements.

13. COMPARATIVE FIGURES

Certain 2003 amounts have been reclassified where necessary to conform to the current year's presentation.

14. SUBSEQUENT EVENT

During September 2004, the Corporation and the Alberta Teachers' Association, Local #38 (Calgary Public Teachers) reached a collective agreement for the period September 1, 2003 through August 31, 2007. All retroactive salaries and benefits payable in accordance with this agreement have been accrued in these financial statements. The impact of changes to employee future benefit plans are identified in Note 7 to these financial statements.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$487,263,000	$18,678,000	$468,585,000						
(2) Support block	$45,294,000				$22,684,000			$22,610,000	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$9,615,000	$591,000	$9,024,000						
(5) Student Health Initiative (SHI)	$2,390,000	$0	$2,390,000						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$21,680,000	$633,000	$20,939,000					$86,000	$22,000
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$1,875,000								$1,875,000
(10) Other Alberta Learning revenues	$11,512,000	$0	$12,099,000	$0	$0			$0	($587,000)
(11) **Total Alberta Learning Revenue**	$579,629,000	$19,902,000	$513,037,000	$0	$22,684,000			$22,696,000	$1,310,000
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$7,490,000			$7,490,000					
(13) Operations & Maintenance support	$55,205,000			$55,205,000					
(14) Operations & Maintenance support (One-Time)	$4,706,000			$4,706,000					
(15) **Total Alberta Infrastructure Revenue**	$67,401,000			$67,401,000					
(16) **Alberta Finance**	$7,398,000			$7,398,000					$0
(17) **Other - Government of Alberta**	$379,000	$0	$71,000	$0	$0			$53,000	$255,000
(18) **Federal Government and/or First Nations**	$1,535,000	$0	$736,000	$24,000	$0			$74,000	$701,000
(19) **Other Alberta school authorities**	$1,250,000	$37,000	$985,000	$146,000	$41,000			$41,000	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$1,048,000	$0	$0	$623,000	$0			$0	$425,000
(22) **Instruction resource fees**	$6,931,000	$80,000	$6,851,000						
(23) **Transportation fees**	$4,577,000				$4,577,000				
(24) **Other sales and services**	$18,191,000	$7,000	$9,311,000	$471,000	$5,000			$456,000	$7,941,000
(25) **Investment income**	$2,229,000	$0	$0	$0	$0			$0	$2,229,000
(26) **Gifts and donations**	$664,000	$0	$630,000	$0	$0				$34,000
(27) **Rentals of facilities**	$6,205,000		$0	$3,525,000	$0			$38,000	$2,642,000
(28) **Net school generated funds**	$6,723,000	$0	$6,723,000	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$3,612,000		$0	$3,612,000	$0			$0	$0
(30) **Amortization of capital allocations**	$13,312,000		$0	$13,312,000	$0				$0
(31) **TOTAL REVENUES**	$721,084,000	$20,026,000	$538,344,000	$96,512,000	$27,307,000			$23,358,000	$15,537,000
EXPENSES									
(32) **Certificated salaries**	$374,658,000	$10,451,000	$360,543,000				$1,576,000	$1,576,000	$2,088,000
(33) **Certificated benefits**	$46,729,000	$1,331,000	$44,916,000				$165,000	$165,000	$317,000
(34) **Uncertificated salaries and wages**	$111,719,000	$3,039,000	$59,835,000	$29,678,000	$915,000	$277,000	$13,859,000	$14,136,000	$4,116,000
(35) **Uncertificated benefits**	$23,644,000	$567,000	$12,328,000	$7,062,000	$191,000	$28,000	$2,734,000	$2,762,000	$734,000
(36) **SUB - TOTAL**	$556,750,000	$15,388,000	$477,622,000	$36,740,000	$1,106,000	$305,000	$18,334,000	$18,639,000	$7,255,000
(37) **Services, contracts & supplies**	$108,440,000	$954,000	$42,447,000	$32,557,000	$25,518,000	$695,000	$3,005,000	$3,700,000	$3,264,000
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$6,723,000	$0	$6,723,000	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$13,312,000	$0	$0	$13,312,000	$0		$0	$0	$0
(41) Unsupported	$6,880,000	$0	$3,904,000	$847,000	$0	$0	$2,010,000	$2,010,000	$119,000
(42) Total Amortization	$20,192,000	$0	$3,904,000	$14,159,000	$0	$0	$2,010,000	$2,010,000	$119,000
Interest on capital debt									
(43) Supported	$7,398,000	$0	$0	$7,398,000	$0		$0	$0	$0
(44) Unsupported	$13,000	$0	$10,000	$0	$0	$0	$3,000	$3,000	$0
(45) Other interest charges	$91,000	$0	$0	$10,000	$0		($4,000)	($4,000)	$85,000
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$699,607,000	$16,342,000	$530,706,000	$90,864,000	$26,624,000	$1,000,000	$23,348,000	$24,348,000	$10,723,000
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$21,477,000	$3,684,000	$7,638,000	$5,648,000	$683,000			($990,000)	$4,814,000

School Jurisdiction Code: 3030

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$248,599,000	$57,243,000	$2,849,000	$27,486,000	$18,596,000	$5,487,000	$283,000	$360,543,000
Certificated benefits	$32,314,000	$5,784,000	$313,000	$3,517,000	$2,362,000	$599,000	$27,000	$44,916,000
Uncertificated salaries and wages	$7,662,000	$27,461,000	$3,230,000	$6,095,000	$13,674,000	$420,000	$1,293,000	$59,835,000
Uncertificated benefits	$1,748,000	$5,499,000	$656,000	$1,273,000	$2,818,000	$78,000	$256,000	$12,328,000
SUB - TOTAL REMUNERATION	$290,323,000	$95,987,000	$7,048,000	$38,371,000	$37,450,000	$6,584,000	$1,859,000	$477,622,000
Services, contracts & supplies	$23,191,000	$11,220,000	$200,000	$1,119,000	$4,380,000	$1,896,000	$441,000	$42,447,000
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$6,723,000							$6,723,000
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$3,863,000	$41,000					$3,904,000
Total Amortization	$0	$3,863,000	$41,000					$3,904,000
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$10,000						$10,000
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$320,237,000	$111,080,000	$7,289,000	$39,490,000	$41,830,000	$8,480,000	$2,300,000	$530,706,000
FTE Certificated				417.8	273.7			
FTE Uncertificated				178.5	418.6			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$406,497,000	$39,271,000	$18,027,000	$0	$463,795,000	$334,264,702	$129,530,298
School Admin & Instruction Support Expenses						$111,080,000	($111,080,000)
System Instruction Support Expenses						$7,289,000	($7,289,000)
Total Basic Instruction	$406,497,000	$39,271,000	$18,027,000	$0	$463,795,000	$452,633,702	$11,161,298
Sub-Programs & Initiatives							
Severely Disabled	$36,168,000	$2,956,000	$398,000		$39,522,000	$41,830,000	($2,308,000)
English as a Second Language	$9,156,000				$9,156,000	$13,815,000	($4,659,000)
Enhanced Opportunities	$762,000				$762,000	$727,958	$34,042
First Nations Metis and Inuit Education	$307,000		$0		$307,000	$414,000	($107,000)
Institutional Programs	$2,127,000				$2,127,000	$2,285,000	($158,000)
Sparsity & Distance	$0				$0		$0
Growth & Density	$1,143,000				$1,143,000		$1,143,000
Teacher Assistants Program	$1,744,000				$1,744,000	$0	$1,744,000
Early Literacy Initiative (K-2)	$3,284,000				$3,284,000	$0	$3,284,000
Learning Resources Credit & Resources for the Classroom	$795,000	$2,225,000	$6,851,000		$9,871,000	$12,257,000	($2,386,000)
Technology Integration	$5,588,000		$0		$5,588,000	$5,500,340	$87,660
French Language Program & Francisation (all jurisdictions)	$830,000		$31,000		$861,000	$987,000	($126,000)
Home Education	$184,000		$0		$184,000	$256,000	($72,000)
Total Sub-Programs & Initiatives	$62,088,000		$7,280,000		$74,549,000	$78,072,298	($3,523,298)
INSTRUCTION, GRADES 1-12	$468,585,000	$44,452,000	$25,307,000	$0	$538,344,000	$530,706,000	$7,638,000

School Jurisdiction Code: 3030

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$481,675,000
Support Block - Transportation	$22,684,000
SUBTOTAL	$504,359,000

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$55,205,000
Teacher Salary Enhancement	$21,680,000
Other Alberta Learning revenues (Describe)	$11,512,000
Other - Government of Alberta (Excluding Alberta Finance)	$379,000
Federal government/First Nations	$1,535,000
Other Alberta school authorities	$1,250,000
Out of province local authorities	$0
Alberta municipalities	$1,048,000
Other sales and services	$18,191,000
Interest on investments	$2,229,000
Rentals of facilities	$6,205,000
Gains on disposal of capital assets	$3,612,000
Amortization of capital allocations	$13,312,000
School generated funds (Schedule E)	$22,227,000
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$662,744,000**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)	$26,509,760

Considerations for Charter Schools and Small Boards:

If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$26,509,760**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$24,348,000
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$24,348,000
Maximum Expense Limit for Board & System Administration (Step 3)	$26,509,760
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$2,161,760

School Jurisdiction Code: 3030

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$11,831,000
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$22,227,000	
Less: SGF - related cost recoveries (Note 3)	$19,741,000	
- capitalized at the District level (Note 4)	$0	
Net Total	$2,486,000	
Plus: Donations Received (Note 5)	$2,653,000	
Equals: Net Additions to SGF		$5,139,000
Net SGF Available for discretionary spending		$16,970,000
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$6,723,000
Unexpended SGF - Closing Balance August 31, 2004		$10,247,000

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 3030

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$18,817,000	$6,179,000	$0	$836,000	$3,846,000	$29,678,000		$29,678,000
Uncertificated benefits	$4,682,000	$1,390,000	$0	$188,000	$802,000	$7,062,000		$7,062,000
Sub-total Remuneration	$23,499,000	$7,569,000	$0	$1,024,000	$4,648,000	$36,740,000		$36,740,000
Contracted Services	$523,000	$2,654,000	$573,000	$5,168,000	$718,000	$9,636,000		$9,636,000
Supplies	$1,687,000	$2,158,000	$0	$1,297,000	$191,000	$5,333,000		$5,333,000
Electricity			$8,604,000			$8,604,000		$8,604,000
Natural Gas/Heating Fuel			$6,954,000			$6,954,000		$6,954,000
Sewer and Water			$950,000			$950,000		$950,000
Telecommunications			$124,000			$124,000		$124,000
Insurance					$956,000	$956,000		$956,000
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$13,312,000	$13,312,000
Unsupported						$847,000		$847,000
Total Amortization						$847,000	$13,312,000	$14,159,000
Interest on capital debt								
Supported							$7,398,000	$7,398,000
Unsupported				$0		$0		$0
Other interest charges						$10,000		$10,000
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$25,709,000	$12,381,000	$17,205,000	$7,489,000	$6,513,000	$70,154,000	$20,710,000	$90,864,000
SQUARE METRES								
School Buildings								1,196,309.8
Non School Buildings								24,843.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 3030

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name Lynn Nishimura	1.0	$18,426	$885	$0			$19,311	$8,675
Name	0.0	$0	$0	$0			$0	$0
Other Board Members								
Name Carol Bazinet	0.8	$10,751	$797	$0			$11,548	$4,951
Name Nancy Close	1.0	$15,136	$722	$0			$15,859	$6,991
Name Patricia Cochrane	1.0	$15,136	$722	$0			$15,858	$6,991
Name Gordon Dirks	1.0	$16,500	$795	$0			$17,295	$7,940
Name Sharon Hester	0.1	$1,510	$94	$0			$1,604	$721
Name Carole Oliver	1.0	$15,505	$615	$0			$16,120	$7,297
Name David Pickersgill	1.0	$16,583	$794	$0			$17,376	$7,714
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Subtotal	*6.9*	*$109,547*	*$5,423*	*$0*			*$114,970*	*$51,280*
Superintendent Brendan Croskery	1.0	$184,450	$10,470	$10,000	$0	$0	$204,920	$0
Superintendent	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer Don Dart	1.0	$157,695	$17,841	$5,000	$0	$0	$180,536	$0
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	5,703.8	$374,463,550	$46,718,530	$0	$0	$0	$421,182,080	
Uncertificated Salaries & Wages	2,948.2	$111,403,978	$23,620,736	$42,780	$0	$0	$135,067,494	
TOTALS		$486,319,220	$70,373,000	$57,780	$0	$0	$556,750,000	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 45

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Calgary Science School Society
Legal Name of School Jurisdiction

5915 Lewis Drive S.W., Calgary, Alberta T3E RZ4
Mailing Address

(T) 403-282-2890 (F) 403-282-2896
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Calgary Science School Society (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Donna Maxwell	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
Louise Partridge / Jim Toews	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
Cindy Roettger	"ORIGINAL SIGNED"
Name	Signature

17-Nov-04
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

DAVID G. MARSHALL PROFESSIONAL CORPORATION
Chartered Accountant
Suite 501, 609 - 14th Street N.W.
CALGARY, ALBERTA T2N 2A1
(403) 228-3395
FAX (403) 228-9064

Auditor's Report

To the Board of Directors
Calgary Science School Society

I have audited the statement of financial position of the Calgary Science School Society as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, its cash flows, its net assets and its capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, presents fairly, in all material respects, in relation to the basic financial statements taken as a whole.

David G. Marshall
Professional Corporation
Chartered Accountant

Calgary, Alberta
October 26, 2004

School Jurisdiction Code: 45

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$260,277	$433,345
Accounts receivable (net after allowances)		$149,309	$184,549
Prepaid expenses		$181,756	$104,541
Other current assets		$0	$0
Total current assets		$591,342	$722,435
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$243,662		
Less: accumulated amortization	$0	$243,662	$0
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$243,662	$0
TOTAL ASSETS		$835,004	$722,435
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$90,297	$264,086
Deferred revenue		$322,238	$276,127
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$412,535	$540,213
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$0	$0
	Less: Current portion of supported debt	$0	$0
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$0	$0
TOTAL LIABILITIES		$412,535	$540,213
NET ASSETS			
Unrestricted net assets		$34,395	$35,458
Operating Reserves		$144,412	$146,764
Accumulated Operating Surplus (Deficit)		$178,807	$182,222
Investment in capital assets		$243,662	$0
Capital Reserves		$0	$0
Total Capital Funds		$243,662	$0
Total net assets		$422,469	$182,222
TOTAL LIABILITIES AND NET ASSETS		$835,004	$722,435

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 45

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$2,470,291	$2,463,061	$1,888,819
Alberta Infrastructure	$1,072,638	$1,053,887	$1,445,062
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$1,600
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$251,928	$226,443	$157,641
Transportation fees	$125,079	$132,000	$92,215
Other sales and services	$10,236	$4,000	$1,471
Investment income	$5,649	$3,000	$3,034
Gifts and donations	$5,695	$0	$1,796
Rentals of facilities	$6,375	$6,000	$6,815
Net school generated funds	$15,241	$18,625	$10,200
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$3,963,132	$3,907,016	$3,608,653
EXPENSES			
Certificated salaries	$1,579,753	$1,548,378	$927,220
Certificated benefits	$121,260	$106,062	$82,172
Uncertificated salaries and wages	$177,389	$190,754	$139,526
Uncertificated benefits	$27,382	$20,796	$9,307
Services, contracts and supplies	$1,801,860	$2,022,761	$2,410,146
Net school generated funds	$15,241	$18,265	$10,200
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Amortization of capital assets	$0	$0	$0
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$3,722,885	$3,907,016	$3,578,571
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$240,247	$0	$30,082
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$240,247	$0	$30,082

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 45

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$240,247	$30,082
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$0	$0
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$35,240	$117,334
Prepaids and other current assets	($77,215)	($79,594)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($173,789)	$91,188
Deferred revenue	$46,111	$114,431
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$70,594	$273,441
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($243,662)	$0
Vehicles		$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($243,662)	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$0	$0
Repayment of long term debt	$0	$0
Add back: supported portion	$0	$0
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$0	$0
Net sources (uses) of cash equivalents* during year	($173,068)	$273,441
Cash Equivalents at the beginning of the year	$433,345	$159,904
Cash Equivalents at the end of the year	$260,277	$433,345

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$182,222	$0	$35,458	$146,764	$97,538	$0	$34,707	$0	$6,081	$0	$8,438	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$182,222	$0	$35,458	$146,764	$97,538	$0	$34,707	$0	$6,081	$0	$8,438	$0	$0	$0
Surplus(def) of revenue over expenses	$240,247		$240,247											
Board funded capital transactions		$243,662	($243,662)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		$0	$0											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$2,352	($2,352)	($33,772)		($5,517)		$13,101		$23,836		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$422,469	$243,662	$34,395	$144,412	$63,766	$0	$29,190	$0	$19,182	$0	$32,274	$0	$0	$0

School Jurisdiction Code: 45

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2004		$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

CALGARY SCIENCE SCHOOL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

1. AUTHORITY AND PURPOSES

The Calgary Science School Society (the "Society") is a non-profit society incorporated under the Society's Act of Alberta. The Society operates the Calgary Science School, which is a registered charter school under the Province of Alberta School Act. In addition, the Society is a registered charitable organization with the Canada Revenue Agency. On January 20, 2004, the Society's Charter was renewed by Alberta Learning until August 31, 2009.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian Generally Accepted Accounting Principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies as follows:

a. **Capital assets** - capital assets are recorded at cost. Amortization commences, subsequent to the period of purchase, over their estimated useful lives on a straight-line basis at the following rates:

Computer equipment	30% per annum
Office equipment	20% per annum

All building component repairs are expensed as incurred and only capital assets with a cost in excess of $5,000 are capitalized.

b. **Revenue recognition** - the Society uses the deferral method of recognizing contributions and fund raising which are reported as income in the year spent, except for funds designated as reserve funds created at the discretion of the Board of Directors.

Instruction and support allocations are recognized in the year to which they relate.

Unrestricted donations are recognized as revenue when received. Donations in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

c. **Contributed Services** - volunteers provide assistance to the School in carrying out certain activities. The value of the contributed services is not recognized in these financial statements as it is not possible to determine the fair value of such assistance.

2. SIGNIFICANT ACCOUNTING POLICIES Continued

d. **Reserves for Future Expenditures** - reserves are established at the discretion of the board for future operating and capital expenditures. Transfers to and/or from capital reserves are shown as an adjustment to the capital equity.

e. **Pensions** - The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Calgary Science School does not make pension contributions for certified staff.

f. **Financial Instruments** - the Society's financial instruments consist of cash, short-term deposits, accounts receivable and accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest or currency risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

g. **Budget Figures** - the budget figures shown on the statement of revenues and expenses have not been subjected to audit procedures. The budget figures include current year capital asset expenditures relating to the acquisition of computer equipment in the amount of $207,753 and office equipment in the amount of $35,909.

3. SHORT-TERM DEPOSITS

The short-term deposits in the amount of $250,820 (2003 - $201,060) consist of a T-Bill savings account bearing interest at 1.34%.

4. ACCOUNTS RECEIVABLE

	2004	2003
Accounts receivable consist of the following:		
Provincial Government grants receivable	$ 117,933	$ 156,363
Miscellaneous	2,406	4,013
GST refundable	28,970	24,173
	$ 149,309	$ 184,549

5. PREPAID EXPENSES

Prepaid expenses have increased significantly over the prior year, generally due to the prepayment of additional computer equipment in the amount of $87,657. This computer equipment is designated to be capitalized for the 2004/2005 school year.

CALGARY SCIENCE SCHOOL SOCIETY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2004

6. CAPITAL ASSETS

	2004			2003
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer lab	$ 207,753	$ -	$ 207,753	$ -
Office equipment	35,909	-	35,909	-
	$ 243,662	$ -	$ 243,662	$ -

7. DEFERRED REVENUE

Deferred revenues represent funds received during the school year, which have not been taken into income during the school year in which the funds were received. These funds will be recognized as income when they expended on approved projects. Deferred revenues are as follows:

	2004	2003
Alberta Initiative for School Improvement	$ 11,107	$ -
Enrichment fees	160,620	146,954
Transportation	141,940	116,996
Lunchroom Fees	4,920	11,970
Other	3,651	207
	$ 322,238	$ 276,127

These funds have been co-mingled with the Society's general bank account.

8. LONG-TERM COMMITMENTS

On September 16, 2004, the Society entered into a five year operating lease agreement with the Calgary Board of Education commencing August 1, 2004. This lease expires on July 31, 2009. Aggregate annual lease payment in each of the next five years are $764,713.

9. INTERNALLY RESTRICTED NET ASSETS

The excess of revenues over expenses for the year are designated as internally restricted net assets resulting from the Board passing a resolution implementing this policy.

10. DONATIONS

Donations received from sponsors and through the fund raising efforts of both the Board of Directors and the School Council consist of the following:

	2004	2003
School planning project	$ 5,000	$ -
Library project	-	3,004
Team Uniforms	-	1,732
Cash	1,695	63
	$ 5,695	$ 4,799

11. RELOCATION COSTS

During the 2003 fiscal year, the Calgary Science School moved its education facilities to the Clem Gardner School located in the Lakeview District of Calgary. Total relocation costs amounted to $393,468 of which $292,701 was provided under an Alberta Infrastructure Grant, leaving a net cost to the School of $100,767.

12. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Calgary Science School Society's primary source of income is from the Alberta Government. The Society's ability to continue viable operations is dependent on this funding.

13. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

School Jurisdiction Code: 45

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$2 082 880	$0	$2 082 880						
(2) Support block	$299 131				$137 776			$161 355	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$41 280	$0	$41 280						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$47 000	$0	$47 000					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$2 470 291	$0	$2 171 160	$0	$137 776			$161 355	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$0			$0					
(13) Operations & Maintenance support	$1 059 910			$1 059 910					
(14) Operations & Maintenance support (One-Time)	$12 728			$12 728					
(15) **Total Alberta Infrastructure Revenue**	$1 072 638			$1 072 638					
(16) **Alberta Finance**	$0			$0					$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$251 928	$0	$251 928						
(23) **Transportation fees**	$129 279				$129 279				
(24) **Other sales and services**	$10 230	$0	$10 230	$0	$0			$0	$0
(25) **Investment income**	$5 649	$0	$0	$0	$0			$5 649	$0
(26) **Gifts and donations**	$5 695	$0	$5 695	$0	$0				$0
(27) **Rentals of facilities**	$6 375		$6 375	$0	$0			$0	$0
(28) **Net school generated funds**	$15 241	$0	$15 241	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$3 963 132	$0	$2 460 635	$1 072 638	$267 055			$167 004	$0
EXPENSES									
(32) **Certificated salaries**	$1 579 753	$0	$1 579 753				$0	$0	$0
(33) **Certificated benefits**	$121 260	$0	$121 260				$0	$0	$0
(34) **Uncertificated salaries and wages**	$177 389		$81 710	$60 448	$0	$0	$35 231	$35 231	$0
(35) **Uncertificated benefits**	$27 392	$0	$9 307	$9 739	$0	$0	$8 346	$8 346	$0
(36) **SUB - TOTAL**	$1 905 794	$0	$1 792 030	$70 187	$0	$0	$43 577	$43 577	$0
(37) **Services, contracts & supplies**	$1 801 860	$0	$455 840	$1 002 313	$238 219	$33 450	$57 888	$84 694	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$15 241	$0	$0	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$3 722 895	$0	$2 247 870	$1 072 500	$238 219	$33 450	$118 405	$149 255	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$240 237	$0	$212 765	$138	$28 836			$18 749	$0

School Jurisdiction Code: ____________

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$1 415 158	$164 595	$0	$0	$0	$0	$0	$1 579 753
Certificated benefits	$102 806	$18 454	$0	$0	$0	$0	$0	$121 260
Uncertificated salaries and wages		$56 286	$0	$0	$5 430	$0	$0	$61 716
Uncertificated benefits	$0	$9 307	$0	$0	$0	$0	$0	$9 307
SUB - TOTAL REMUNERATION	$1 517 964	$248 642	$0	$0	$5 430	$0	$0	$1 772 036
Services, contracts & supplies	$413 594	$62 240	$0	$0	$0	$0	$0	$475 834
Cost recoveries & transfers		$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$0							$0
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$1 931 558	$310 882	$0	$0	$5 430	$0	$0	$2 247 870
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.4			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$1 990 411	$88 280	$37 547	$0	$2 116 238	$1 931 558	$184 680
School Admin & Instruction Support Expenses						$310 882	($310 882)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$1 990 411	$88 280	$37 547	$0	$2 116 238	$2 242 440	($126 202)
Sub-Programs & Initiatives							
Severely Disabled	$13 382	$0	$0		$13 382	$5 430	$7 952
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$46 053				$46 053		$46 053
Teacher Assistants Program	$12 659				$12 659	$0	$12 659
Early Literacy Initiative (K-2)	$0				$0	$0	$0
Learning Resources Credit & Resources for the Classroom	$0	$0	$251 928		$251 928	$0	$251 928
Technology Integration	$19 668		$0		$19 668	$0	$19 668
French Language Program & Francisation (all jurisdictions)	$707		$0		$707	$0	$707
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$92 469		$251 928		$344 397	$5 430	$338 967
INSTRUCTION, GRADES 1-12	$2 082 880	$88 280	$289 475	$0	$2 460 635	$2 247 870	$212 765

School Jurisdiction Code: 45

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$2,063,212
Support Block - Transportation	$137,776
SUBTOTAL	$2,200,988

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$1,059,910
Teacher Salary Enhancement	$47,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$10,236
Interest on investments	$5,649
Rentals of facilities	$6,375
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$22,266
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$3,352,424**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$201,145
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	51,000	$201,145
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$201,145**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$148,255
PLUS: transfers to Restricted - Operating (Board/System Administration)	$13,101
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$161,356
Maximum Expense Limit for Board & System Administration (Step 3)	$201,145
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$39,789

School Jurisdiction Code: 45

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$22,266	
Less: SGF - related cost recoveries (Note 3)	$7,025	
- capitalized at the District level (Note 4)	$0	
Net Total	$15,241	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$15,241
Net SGF Available for discretionary spending		$15,241
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$15,241
Unexpended SGF - Closing Balance August 31, 2004		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance, staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF

School Jurisdiction Code: 45

SCHEDULE F to the AFS

Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$30,224	$30,224	$0	$0	$0	$60,448		$60,448
Uncertificated benefits	$4,869	$4,870	$0	$0	$0	$9,739		$9,739
Sub-total Remuneration	$35,093	$35,094	$0	$0	$0	$70,187		$70,187
Contracted Services	$0	$849,185	$0	$0	$0	$849,185		$849,185
Supplies	$45,260	$0	$0	$0	$0	$45,260		$45,260
Electricity			$41,385			$41,385		$41,385
Natural Gas/Heating Fuel			$43,519			$43,519		$43,519
Sewer and Water			$8,374			$8,374		$8,374
Telecommunications			$3,945			$3,945		$3,945
Insurance					$10,645	$10,645		$10,645
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$0		$0
Total Amortization						$0	$0	$0
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$80,353	$884,279	$97,223	$0	$10,645	$1,072,500	$0	$1,072,500
SQUARE METRES								
School Buildings								7,107.0
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 45

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name Donna Maxwell	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Other Board Members:								
Name Torben Bech-Hansen	0.0	$0	$0	$0			$0	$0
Name Tom Collins	0.0	$0	$0	$0			$0	$0
Name Rudy Goldenblom	0.0	$0	$0	$0			$0	$0
Name Shannon Palmer	0.0	$0	$0	$0			$0	$0
Name Debra Pylypiw	0.0	$0	$0	$0			$0	$0
Name Doug Rogan	0.0	$0	$0	$0			$0	$0
Name Anne Tingle	0.0	$0	$0	$0			$0	$0
Name Hsingchi Wang	0.0	$0	$0	$0			$0	$0
Name Janet Willson	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Subtotal	*0.0*	*$0*	*$0*	*$0*			*$0*	*$0*
Superintendent Jim Toews	0.0	$17,188	$0	$0	$0	$0	$17,188	$0
Superintendent Louise Partridge	0.0	$17,188	$0	$0	$0	$0	$17,188	$0
Secretary/Treasurer Cindy Roettger	1.0	$55,225	$8,336	$0	$0	$0	$63,561	$0
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	20.8	$1,288,733	$77,643	$0	$0	$0	$1,366,376	
Uncertificated Salaries & Wages	3.5	$61,716	$0	$0	$0	$0	$61,716	
TOTALS		$1,440,049	$85,979	$0	$0	$0	$1,526,028	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 3065

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Canadian Rockies Regional Division No. 12
Legal Name of School Jurisdiction

618 - 7th Avenue, Canmore, AB, T1W 1H5
Mailing Address

403-609-6070 403-609-6071
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Canadian Rockies Regional Division No. 12 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Kim Bater	"Original Signed By"
Name	Signature

SUPERINTENDENT	
Brian Callaghan	"Original Signed By"
Name	Signature

SECRETARY TREASURER OR TREASURER	
Dave MacKenzie	"Original Signed By"
Name	Signature

Draft-in Dec 17; Brd Mtg Jan/05
Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
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MANKTELOW & COMPANY
CHARTERED ACCOUNTANT

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*denotes G.T. Manktelow Professional Corporation

AUDITOR'S REPORT

To The Board of Trustees
Canadian Rockies Regional Division No. 12

I have audited the statement of financial position of the Canadian Rockies Regional Division No. 12 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Manktelow & Company

Banff, Alberta
January 6, 2005

MANKTELOW & COMPANY
CHARTERED ACCOUNTANT

School Jurisdiction Code: 3065

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$780,703	$489,894
Accounts receivable (net after allowances)		$1,705,872	$2,089,812
Prepaid expenses		$304,799	$217,224
Other current assets		$0	$75,000
Total current assets		$2,791,374	$2,871,930
School generated assets		$256,173	$221,939
Trust assets		$78,934	$80,690
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$960,825	$960,825
Buildings	$42,003,393		
Less: accumulated amortization	($12,630,532)	$29,372,861	$30,062,142
Equipment	$5,230,874		
Less: accumulated amortization	($5,155,388)	$75,486	$127,086
Vehicles	$1,596,049		
Less: accumulated amortization	($862,355)	$733,694	$801,634
Total capital assets		$31,142,867	$31,951,687
TOTAL ASSETS		$34,269,347	$35,126,246
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,497,919	$1,507,709
Deferred revenue		$139,744	$176,828
Deferred capital allocations		$124,040	$433,389
Current portion of all long term debt		$770,282	$851,956
Total current liabilities		$2,531,985	$2,969,882
School generated liabilities		$256,173	$221,939
Trust liabilities		$78,934	$80,690
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$9,162,562	$10,014,518
	Less: Current portion of supported debt	($770,282)	($851,956)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$20,076,751	$20,019,951
Total long term liabilities		$28,804,138	$29,485,142
TOTAL LIABILITIES		$31,336,123	$32,455,024
NET ASSETS			
Unrestricted net assets		$10,452	$601
Operating Reserves		$523,676	$423,676
Accumulated Operating Surplus (Deficit)		$534,128	$424,277
Investment in capital assets		$1,874,671	$1,917,216
Capital Reserves		$524,426	$329,730
Total Capital Funds		$2,399,097	$2,246,946
Total net assets		$2,933,225	$2,671,223
TOTAL LIABILITIES AND NET ASSETS		$34,269,348	$35,126,247

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 3065

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$14,135,509	$13,383,753	$13,988,881
Alberta Infrastructure	$1,760,647	$1,772,759	$1,821,151
Alberta Finance	$1,272,706	$965,724	$1,403,224
Other Government of Alberta	$7,633	$0	$23,442
Federal Government and/or First Nations	$1,949,864	$1,672,512	$2,043,008
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$213,905	$199,759	$223,342
Transportation fees	$0	$0	$0
Other sales and services	$202,419	$127,000	$142,635
Investment income	$13,753	$0	$17,963
Gifts and donations	$42,131	$0	$0
Rentals of facilities	$112,624	$44,130	$103,953
Net school generated funds	$92,858	$300,000	$144,410
Gains on disposal of capital assets	$0	$0	$7,000
Amortization of capital allocations	$1,014,666	$1,015,860	$895,796
Total Revenues	$20,818,716	$19,481,497	$20,814,805
EXPENSES			
Certificated salaries	$10,183,069	$9,448,153	$10,432,954
Certificated benefits	$1,081,093	$1,133,778	$1,156,659
Uncertificated salaries and wages	$3,010,277	$2,648,378	$2,885,846
Uncertificated benefits	$678,927	$582,643	$632,239
Services, contracts and supplies	$3,025,557	$3,184,448	$3,404,770
Net school generated funds	$92,858	$300,000	$144,410
Capital and debt services			
Amortization of capital assets			
Supported	$1,014,666	$1,015,860	$895,796
Unsupported	$197,561	$200,678	$234,982
Total Amortization of capital assets	$1,212,227	$1,216,538	$1,130,778
Interest on capital debt			
Supported	$1,272,706	$965,724	$1,403,224
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,272,706	$965,724	$1,403,224
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$20,556,714	$19,479,662	$21,190,880
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$262,002	$1,835	($376,075)
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$262,002	$1,835	($376,075)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 3065

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$262,002	($376,075)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,014,666)	($895,796)
Total amortization expense	$1,212,227	$1,130,778
Gains on disposal of capital assets	$0	($7,000)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$383,940	($365,840)
Prepaids and other current assets	($12,575)	$330,526
Long term accounts receivable	$0	($1,163,001)
Long term investments	$0	($152,523)
Payables and accrued liabilities	($9,790)	$0
Deferred revenue	($37,084)	$0
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$784,055	($1,498,931)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($322,311)	($4,525,548)
Equipment	($8,072)	($39,110)
Vehicles	($73,024)	($175,473)
Net proceeds from disposal of capital assets	$0	$7,000
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($403,406)	($4,733,131)
C. FINANCING ACTIVITIES		
Capital allocations received	($89,839)	$1,063,745
Issue of long term debt	$0	$0
Repayment of long term debt	($851,956)	($877,305)
Add back: supported portion	$851,956	$877,305
Other (describe)	$0	$0
Total sources (uses) from Financing activities	($89,839)	$1,063,745
Net sources (uses) of cash equivalents* during year	$290,809	($5,168,317)
Cash Equivalents at the beginning of the year	$489,894	$5,658,211
Cash Equivalents at the end of the year	$780,703	$489,894

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.
Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 3065

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$2,671,223	$1,917,216	$601	$753,406	$236,403	$199,743	$187,273	$0	$0	$116,687	$0	$13,300	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$2,671,223	$1,917,216	$601	$753,406	$236,403	$199,743	$187,273	$0	$0	$116,687	$0	$13,300	$0	$0
Surplus(def) of revenue over expenses	$262,002		$262,002											
Board funded capital transactions		$155,015	($155,015)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($1,212,227)	$1,212,227											
Amortization of capital allocations		$1,014,666	($1,014,666)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($100,000)	$100,000	$0		$100,000		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($194,696)	$194,696		$53,732		$0		$0		$140,964		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$2,933,225	$1,874,671	$10,452	$1,048,102	$236,403	$253,475	$287,273	$0	$0	$116,687	$0	$154,264	$0	$0

School Jurisdiction Code: 3065

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$433,389	$20,019,951
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	($89,839)	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$851,956
Expended capital allocations - current year		($219,510)	$219,510
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,014,666
Balance at August 31, 2004		$124,040	$20,076,751

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

NOTES TO THE FINANCIAL STATEMENTS

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received.

b) Capital Assets

Capital Assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 4%
Vehicles & Buses	10% to 20%
Equipment & Furnishings	10% to 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Canadian Rockies Public Schools does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The Expense for this pension plan is equivalent to the annual contributions of $131,113 for the Year ended August 31, 2004. At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410,987,000 (2002 deficiency of $444,980,000).

f) Inventories

Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time

l) Investments

Investments are recorded at the lower of cost and market value.

3. ACCOUNTS RECEIVABLE

	2004	2003
Alberta Learning	$ 168,860	$ 405,447
Alberta Infrastructure	$ 1,085,030	$ 586,916
Alberta Finance	$ -	$ -
Other Province of Alberta	$ -	$ -
Federal Government	$ 69,542	$ 121,043
First Nations	$ 134,101	$ 374,989
Alberta Municipalities	$ 14,093	$ 6,493
Other Alberta School Jurisdictions	$ 623	$ -
Other	$ 233,623	$ 594,924
Total	$ 1,705,872	$ 2,089,812

4. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $1,500,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2004.

5. ACCOUNTS PAYABLE AND LIABILITIES

	2004	2003
Alberta Learning	$ -	$ -
Alberta Infrastructure	$ -	$ -
Alberta Finance	$ 361,281	$ 355,588
Other Province of Alberta	$ -	$ -
Federal Government	$ 165,377	$ 2,395
First Nations	$ -	$ -
Alberta Municipalities	$ 3,817	$ -
Other Alberta School Jurisdictions	$ 7,394	$ -
Other Trade Payables and Accrued Liabilities	$ 960,050	$ 1,149,726
Total	$ 1,497,919	$ 1,507,709

6. DEFERRED REVENUE

	2004	2003
Infrastructure Maintenance Program	$ -	$ -
Alberta Initiative for School Improvement	$ -	$ -
1999 One Time Grant	$ -	$ -
Other	$ 139,744	$ 176,828
Total	$ 139,744	$ 176,828

7. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction for following areas:

	2004	2003
Deferred Salary Leave Plan	$ -	$ -
Scholarship Trusts	$ 78,934	$ 80,690
Total	$ 78,934	$ 80,690

8. LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2004-2005	$ 770,282	$ 882,198	$ 1,652,480
2005-2006	$ 722,949	$ 807,184	$ 1,530,133
2006-2007	$ 703,949	$ 736,967	$ 1,440,916
2007-2008	$ 672,914	$ 668,764	$ 1,341,677
2008-2009	$ 661,074	$ 603,505	$ 1,264,579
2009 to Maturity	$ 5,631,395	$ 2,759,731	$ 8,391,126
Total	$ 9,162,563	$ 6,458,348	$ 15,620,911

b) Capital Leases – Unsupported

There are currently no capital leases held by the jurisdiction.

9. DEFERRED AND UNAMORTIZED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction are deferred until expended on the capital project for which they were received. When expended, these funds are transferred to unamortized capital allocations.

Unamortized capital allocations represent the jurisdiction's net investment in provincially funded capital assets. For provincially funded capital assets, funding (including debenture principal payment funding) is deferred and amortized into revenue over the life of the related capital assets. The annual amortization of such assets is charged to expense and offset by corresponding revenue arising from the amortization of capital allocations.

10. COMMITMENTS

a) Building Projects

The jurisdiction is committed to further capital expenditures for the modernization at Lawrence Grassi School of approximately $8,000,000. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

11. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Canadian Rockies Public Schools' primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

12. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

13. COMPARATIVE FIGURES

The Budget 2004 and Actual 2003 comparative figures have been reclassified where necessary to conform to Actual 2003 presentation.

School Jurisdiction Code 3065

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

						Board & System Administration			
REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board Governance	System Administration	Total Board & System Admin	External Services
Alberta Learning allocations									
(1) Instruction block	$11 328 630	$687 565	$10 641 065						
(2) Support block	$1 810 044				$1 033 267			$776 777	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$300 840	$10 393	$290 447						
(5) Student Health Initiative (SHI)	$79 996	$2 764	$77 232						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$616 000	$21 281	$580 118					$14 601	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$14 135 509	$722 002	$11 588 863	$0	$1 033 267			$791 378	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$201 079			$201 079					
(13) Operations & Maintenance support	$1 559 568			$1 559 568					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$1 760 647			$1 760 647					
(16) **Alberta Finance**	$1 272 706			$1 272 706					$0
(17) **Other - Government of Alberta**	$7 633	$0	$0	$7 633	$0			$0	$0
(18) **Federal Government and/or First Nations**	$1 949 864	$0	$1 524 794	$311 978	$0			$113 092	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$213 905	$5 250	$208 655						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$202 419	$0	$114 776	$21 862	$65 781			$0	$0
(25) **Investment income**	$13 753	$0	$0	$13 753	$0			$0	$0
(26) **Gifts and donations**	$42 131	$0	$42 131	$0	$0				$0
(27) **Rentals of facilities**	$112 624		$0	$112 624	$0			$0	$0
(28) **Net school generated funds**	$92 858	$0	$92 858	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$1 014 666		$0	$1 014 666	$0				$0
(31) **TOTAL REVENUES**	$20 818 716	$727 252	$13 572 077	$4 515 870	$1 099 047			$904 470	$0
EXPENSES									
(32) **Certificated salaries**	$10 183 069	$285 082	$9 667 278				$230 709	$230 709	$0
(33) **Certificated benefits**	$1 081 093	$40 230	$1 016 183				$24 680	$24 680	$0
(34) **Uncertificated salaries and wages**	$3 010 277	$129 820	$1 295 718	$772 911	$519 336	$56 504	$235 961	$292 465	$0
(35) **Uncertificated benefits**	$678 927	$31 865	$305 282	$163 840	$115 858	$1 866	$60 217	$62 083	$0
(36) **SUB - TOTAL**	$14 953 365	$486 983	$12 284 481	$936 751	$635 214	$58 370	$551 567	$609 937	$0
(37) **Services, contracts & supplies**	$3 025 557	$239 028	$973 096	$1 290 931	$236 300	$50 695	$235 507	$286 202	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$92 858	$0	$92 858	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1 014 666	$0	$0	$1 014 666	$0		$0	$0	$0
(41) Unsupported	$197 561	$0	$53 732	$2 864	$140 964	$0	$0	$0	$0
(42) Total Amortization	$1 212 227	$0	$53 732	$1 017 531	$140 964	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$1 272 706	$0	$0	$1 272 706	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$20 556 714	$726 010	$13 404 167	$4 517 918	$1 012 478	$109 065	$787 074	$896 139	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$262 002	$1 241	$167 910	($2 049)	$86 569			$8 331	$0

School Jurisdiction Code: 3065

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$7,820,757	$612,162	$65,497	$579,881	$333,265	$255,737	$0	$9,667,299
Certificated benefits	$803,027	$54,763	$6,438	$75,385	$43,324	$33,246	$0	$1,016,183
Uncertificated salaries and wages	$341,562	$238,259	$89,221	$55,950	$492,360	$4,476	$73,890	$1,295,718
Uncertificated benefits	$96,061	$56,236	$14,760	$12,869	$113,243	$1,029	$11,084	$305,282
SUB - TOTAL REMUNERATION	$9,061,408	$961,420	$175,915	$724,084	$982,192	$294,488	$84,974	$12,284,481
Services, contracts & supplies	$703,386	$161,565	$20,249	$23,895	$37,186	$6,352	$20,463	$973,096
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$92,858							$92,858
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$53,732	$0	$0					$53,732
Total Amortization	$53,732	$0	$0					$53,732
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$9,911,384	$1,122,985	$196,164	$747,979	$1,019,378	$300,840	$105,437	$13,404,167
FTE Certificated				8.7	5.0			
FTE Uncertificated				2.5	22.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$9,616,299	$880,465	$1,774,559	$0	$12,271,322	$10,305,443	$1,965,880
School Admin & Instruction Support Expenses						$1,122,985	($1,122,985)
System Instruction Support Expenses						$196,164	($196,164)
Total Basic Instruction	$9,616,299	$880,465	$1,774,559	$0	$12,271,322	$11,624,592	$646,730
Sub-Programs & Initiatives							
Severely Disabled	$563,382	$0	$0		$563,382	$1,019,378	($455,996)
English as a Second Language	$27,232				$27,232	$27,232	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$50,588		$0		$50,588	$50,588	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$87,401				$87,401		$87,401
Growth & Density	$0				$0		$0
Teacher Assistants Program	$41,545				$41,545	$41,545	$0
Early Literacy Initiative (K-2)	$70,347				$70,347	$70,347	($1)
Learning Resources Credit & Resources for the Classroom	$26,386	$67,333	$208,655		$302,374	$315,548	($13,174)
Technology Integration	$91,784		$0		$91,784	$188,835	($97,051)
French Language Program & Francisation (all jurisdictions)	$55,243		$0		$55,243	$55,243	($0)
Home Education	$10,859		$0		$10,859	$10,859	($1)
Total Sub-Programs & Initiatives	$1,024,766		$208,655		$1,300,755	$1,779,575	($478,821)
INSTRUCTION, GRADES 1-12	$10,641,065	$947,798	$1,983,214	$0	$13,572,077	$13,404,167	$167,910

School Jurisdiction Code: 3065

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$11,236,846
Support Block - Transportation	$1,033,267
SUBTOTAL	$12,270,113
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$1,559,568
Teacher Salary Enhancement	$616,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$7,633
Federal government/First Nations	$1,949,864
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$202,419
Interest on investments	$13,753
Rentals of facilities	$112,624
Gains on disposal of capital assets	$0
Amortization of capital allocations	$1,014,666
School generated funds (Schedule E)	$179,588
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$17,926,229**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**5.96%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,067,865
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,067,865**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$896,139
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$896,139
Maximum Expense Limit for Board & System Administration (Step 3)	$1,067,865
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$171,726

School Jurisdiction Code: 3065

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$221,939
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$179,588	
Less: SGF - related cost recoveries (Note 3)	$89,432	
- capitalized at the District level (Note 4)	$0	
Net Total	$90,157	
Plus: Donations Received (Note 5)	$36,935	
Equals: Net Additions to SGF		$127,092
Net SGF Available for discretionary spending		$349,031
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$92,858
Unexpended SGF - Closing Balance August 31, 2004		$256,173

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 3065

SCHEDULE F to the AFS

Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$657,412	$52,499	$0	$0	$63,000	$772,911		$772,911
Uncertificated benefits	$139,260	$11,173	$0	$0	$13,406	$163,840		$163,840
Sub-total Remuneration	$796,672	$63,672	$0	$0	$76,406	$936,751		$936,751
Contracted Services	$11,413	$222,183	$0	$179,622	$27,149	$440,368		$440,368
Supplies	$83,952	$3,953	$0	$0	$337	$88,243		$88,243
Electricity			$396,273			$396,273		$396,273
Natural Gas/Heating Fuel			$243,430			$243,430		$243,430
Sewer and Water			$66,623			$66,623		$66,623
Telecommunications			$6,844			$6,844		$6,844
Insurance					$49,150	$49,150		$49,150
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$1,014,666	$1,014,666
Unsupported						$2,864		$2,864
Total Amortization						$2,864	$1,014,666	$1,017,531
Interest on capital debt								
Supported							$1,272,706	$1,272,706
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$892,038	$289,808	$713,170	$179,622	$153,043	$2,230,546	$2,287,372	$4,517,918
SQUARE METRES								
School Buildings								34,020.0
Non School Buildings								881.2
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name Kim Bater	1.0	$11,125	$407	$0			$11,532	$1,495
Name	0.0	$0	$0	$0			$0	$0
Other Board Members:								
Name	1.0	$8,000	$258	$0			$8,258	$485
Name	1.0	$9,544	$328	$0			$9,872	$1,808
Name	1.0	$7,670	$235	$0			$7,905	$852
Name	1.0	$7,670	$236	$0			$7,906	$231
Name	1.0	$4,000	$126	$0			$4,126	$78
Name	1.0	$8,495	$276	$0			$8,771	$658
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Subtotal	*7.0*	*$56,504*	*$1,866*	*$0*			*$58,370*	*$5,609*
Superintendent Brian Callaghan	1.0	$125,369	$18,871	$0	$0	$0	$144,240	$0
Superintendent	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer Dave MacKenzie	1.0	$84,086	$14,493	$0	$0	$0	$98,579	$0
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	147.0	$10,057,700	$1,062,222	$0	$0	$0	$11,119,922	
Uncertificated Salaries & Wages	85.0	$2,869,687	$662,567	$0	$0	$0	$3,532,254	
TOTALS		**$13,193,346**	**$1,760,020**	**$0**	**$0**	**$0**	**$14,953,365**	

Note: Employed or contracted out Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e. retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 6019

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CAPE - Centre For Academic and Personal Excellence Institute
Legal Name of School Jurisdiction

830A Balmoral Street S.E. Medicine Hat, AB T1A 0W9
Mailing Address

Telephone (403) 528-2983 Fax (403) 528-3048
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules CAPE - Centre For Academic and Personal Excellence Institute (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN	
Mr. Warren Malinowski	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT	
Dr. Robert Lowery	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER	
Mrs. Judy Herring	"ORIGINAL SIGNED"
Name	Signature

29-Nov-04
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

MORRISO
HUNTER
& Co. LL
CHARTERED ACCOUNTA

AUDITORS' REPORT

TO THE BOARD OF DIRECTORS
CAPE – CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE

We have audited the statement of financial position of **CAPE – Centre for Academic and Personal Excellence Institute** as at August 31, 2004 and the statements of revenues and expenses, cash flows, and changes in net assets for the year then ended. These financial statements are the responsibility of the charter school's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In common with many non-profit organizations, the charter school derives revenues from certain fundraising activities, the completeness of which is not readily susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the charter school and we were not able to determine whether any adjustments might be necessary to school generated funds, surplus (deficiency) of revenues over expenses, assets, liabilities and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the fundraising activities referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the charter school as at August 31, 2004 and the results of its operations, its cash flows, and changes in net assets for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The financial statements for the year ended August 31, 2003 were audited by another Chartered Accountant whose auditor's report dated November 27, 2003 stated that he expressed an unqualified opinion on those financial statements.

Johnston Morrison Hunter & Co. LLP

CHARTERED ACCOUNTANTS

MEDICINE HAT, ALBERTA
NOVEMBER 24, 2004

School Jurisdiction Code: 6019

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$13,891	$6,593
Accounts receivable (net after allowances)		$42,652	$48,683
Prepaid expenses		$22,966	$30,009
Other current assets			
Total current assets		$79,509	$85,285
School generated assets		$1,390	$316
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$584,447	$595,722
Capital assets			
Land		$0	$0
Buildings	$0		
Less: accumulated amortization	$0	$0	$0
Equipment	$87,453		
Less: accumulated amortization	($19,994)	$67,459	$56,805
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$67,459	$56,805
TOTAL ASSETS		$732,805	$738,128
LIABILITIES			
Current liabilities			
Bank indebtedness			$0
Accounts payable and accrued liabilities		$83,343	$60,275
Deferred revenue		$928	$9,705
Deferred capital allocations		$0	$0
Current portion of all long term debt		$13,227	$10,072
Total current liabilities		$97,498	$80,052
School generated liabilities		$1,390	$316
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$20,000	$26,000
Capital Leases		$21,242	$9,514
Mortgages		$0	$0
Less: Current portion of unsupported debt		($13,227)	($10,072)
Unamortized capital allocations		$0	$0
Total long term liabilities		$29,405	$25,758
TOTAL LIABILITIES		$126,903	$105,810
NET ASSETS			
Unrestricted net assets		$579,685	$611,027
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$579,685	$611,027
Investment in capital assets		$26,217	$21,291
Capital Reserves		$0	$0
Total Capital Funds		$26,217	$21,291
Total net assets		$605,902	$632,318
TOTAL LIABILITIES AND NET ASSETS		$732,805	$738,128

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 6019

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$880,438	$871,290	$849,812
Alberta Infrastructure	$237,749	$246,081	$230,738
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$12,723	$12,900	$0
Transportation fees	$0	$0	$0
Other sales and services	$50,885	$40,000	$57,685
Investment income	$34,989	$32,500	$32,556
Gifts and donations	$10,979	$5,000	$17,690
Rentals of facilities	$0	$0	$0
Net school generated funds	$6,203	$5,000	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$1,233,966	$1,212,771	$1,188,481
EXPENSES			
Certificated salaries	$551,164	$526,260	$537,381
Certificated benefits	$77,018	$65,144	$67,794
Uncertificated salaries and wages	$155,485	$165,075	$171,794
Uncertificated benefits	$20,129	$21,134	$18,711
Services, contracts and supplies	$441,036	$404,035	$365,500
Net school generated funds	$6,203	$5,000	$0
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$6,986	$19,821	$3,060
Total Amortization of capital assets	$6,986	$19,821	$3,060
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$1,724	$5,902	$1,544
Total interest on capital debt	$1,724	$5,902	$1,544
Other interest charges	$637	$400	$856
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$1,260,382	$1,212,771	$1,166,610
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($26,416)	$0	$21,871
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($26,416)	$0	$21,871

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 6019

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($26,416)	$21,871
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	$0	$0
Total amortization expense	$6,986	$3,060
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$6,031	($21,970)
Prepaids and other current assets	$7,043	($12,997)
Long term accounts receivable	$0	$13,565
Long term investments	$11,275	$8,378
Payables and accrued liabilities	$23,068	$0
Deferred revenue	($8,777)	$0
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$19,210	$11,907
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	$0	$0
Equipment	($17,640)	$0
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($17,640)	$0
C. FINANCING ACTIVITIES		
Capital allocations received	$0	$0
Issue of long term debt	$17,640	$0
Repayment of long term debt	($11,912)	($14,598)
Add back: supported portion	$0	$0
Other (describe)		$0
Total sources (uses) from Financing activities	$5,728	($14,598)
Net sources (uses) of cash equivalents* during year	$7,298	($2,691)
Cash Equivalents at the beginning of the year	$6,593	$9,284
Cash Equivalents at the end of the year	$13,891	$6,593

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 6019

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$632 318	$21 291	$611 027	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$632 318	$21 291	$611 027	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	($26 416)		($26 416)											
Board funded capital transactions		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($6 986)	$6 986											
Amortization of capital allocations		$0	$0											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$11 912	($11 912)											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$605 902	$26 217	$579 685	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 6019

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003	$0	$0
Add:		
Capital allocations from: AB Infrastructure - New/Modernization Projects	$0	
Other Government of Alberta	$0	
Federal Government and/or First Nations	$0	
Other sources	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$0	
Proceeds on disposal of supported capital assets	$0	
Insurance proceeds	$0	
Donated capital assets (depreciable, at Fair Market Value)		$0
Transferred in capital assets (depreciable)		$0
Current Year Debenture Principal Repayment		$0
Expended capital allocations - current year	$0	$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$0
Balance at August 31, 2004	$0	$0

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

CAPE - CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

NOTE 1 AUTHORITY AND PURPOSE

CAPE – Centre for Academic and Personal Excellence Institute delivers education programs under the authority of the Charter School Regulations of the School Act, Chapter S-3, Revised Statues of Alberta 2000.

The charter school is registered under the Alberta Societies Act as a not-for-profit organization. It is a registered charity and exempt from payment of income tax under Section 149 of the Income Tax Act.

The charter school receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The charter school is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school authorities. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

(a) REVENUE RECOGNITION

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions-in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Externally restricted capital allocations from the province or other agencies are recorded as deferred capital allocations until the amount is invested in capital assets. Amounts invested representing funded capital assets are then transferred to unamortized capital allocations. Unamortized capital allocations are recognized as amortization of capital allocations revenue in the periods which the related amortization expense of the funded capital asset is recorded.

CAPE - CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) PREPAID EXPENSES

Certain expenses incurred and paid before the close of the school year are for specific school supplies, and insurance, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(c) SCHOOL GENERATED FUNDS

These are funds raised in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenses paid at the school level (e.g. fundraisers, field trip fees, etc.)

(d) INVESTMENTS

Investments are recorded at cost unless there has been an other than temporary decline in value. At that time, the investment cost is reduced to reflect fair market value.

(e) CAPITAL ASSETS

Capital assets are recorded at cost. Donated assets are recorded at fair market value at the time of the donation. Amortization is recorded on a straight-line basis over the assets' useful lives, at the following rates:

Equipment	10 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

(f) VACATION PAY

Vacation pay is accrued in the period in which the employee earns the benefit.

CAPE – CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) PENSIONS

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the charter school does not make pension contributions for certified staff.

(h) CONTRIBUTED SERVICES

Volunteers contribute a considerable number of hours per year, which are within the school to ensure that certain programs are delivered, such as lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(i) FINANCIAL INSTRUMENTS

The charter school's financial instruments consist of accounts receivable, long term investments, bank indebtedness, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the authority is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

(j) OPERATING AND CAPITAL RESERVES

Reserves are established at the discretion of the Board of Directors of the charter school, to set aside funds for operating and for future capital expenses. Such reserves are appropriations of accumulated operating surplus.

(k) EMPLOYEE FUTURE BENEFITS

The charter school accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no impact on the charter school at this time.

CAPE – CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

NOTE 3 ACCOUNTS RECEIVABLE

	2004	2003
	$	$
Alberta Learning	27,922	-
Alberta Infrastructure	-	18,128
Other Alberta School Jurisdictions	7,540	23,017
Other	7,190	7,538
	42,652	48,683

NOTE 4 LONG TERM INVESTMENTS

	MARKET VALUE	2004	2003
	$	$	$
Canadian money market fund	7,264	7,264	11,880
Mutual funds	626,316	577,183	583,842
	633,580	584,447	595,722

Market value as advised by an independent source.

NOTE 5 CAPITAL ASSETS

Included in capital assets are assets under capital leases as follows:

	COST	ACCUMULATED AMORTIZATION	NET BOOK VALUE	
			2004	2003
	$	$	$	$
Equipment	39,030	8,680	30,350	14,850

NOTE 6 DEFERRED REVENUE

	2004	2003
	$	$
One-time funding grant	-	9,705
Learning resources centre grant	928	-
	928	9,705

CAPE – CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

NOTE 7 SCHOOL GENERATED ASSETS AND LIABILITIES

	2004	2003
	$	$
Balance, beginning of year	316	534
Source of school generated funds (SGF)		
SGF for the year	8,519	7,144
Costs of generating SGF	(1,242)	(1,940)
Net SGF available for the year	7,277	5,204
Application of Net SGF	7,593	5,738
Net SGF expended for the year	(6,203)	(5,422)
Balance, end of year	1,390	316

NOTE 8 LONG TERM DEBT

	2004	2003
	$	$
LOAN PAYABLE		
Unsecured, non-interest bearing. Repayable in semi-annual payments of $3,000, due January 2008.	20,000	26,000
CAPITAL LEASE PAYABLE		
Obligations under capital lease 12.45% to 15.95% due November 2005 to January 2009	21,242	9,514
	41,242	35,514
Current portion of long-term debt:		
Portion repayable within one year	(13,227)	(10,072)
	28,015	25,442

Approximate negotiated principal repayments of long-term debt are as follows:

	$
2005	13,227
2006	9,897
2007	9,580
2008	6,186
2009	2,352
	41,242

CAPE – CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

NOTE 8 LONG TERM DEBT (CONTINUED)

Approximate repayments of obligations under capital lease are as follows:

	PRINCIPAL	INTEREST	TOTAL
	$	$	$
2005	7,227	2,790	10,017
2006	3,897	1,939	5,836
2007	3,580	1,407	4,987
2008	4,186	800	4,986
2009	2,352	142	2,494
	21,242	7,078	28,320

NOTE 9 SUPPLEMENTAL CASH FLOW INFORMATION

	2004	2003
	$	$
Interest paid	2,361	2,029

NOTE 10 INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Directors for future capital expenses and future operating expenses. The amounts are established and expended in accordance with terms and conditions established by the board.

NOTE 11 RELATED PARTY TRANSACTIONS

During the year, the authority entered into transactions with related parties.

The following transactions are recorded at the exchange amount which represents the amount of consideration paid or received as established and agreed to by related parties:

ALBERTA GOVERNMENT DEPARTMENTS

	RECEIVED & RECEIVABLE	DEFERRED NET	REVENUE 2004	REVENUE 2003
	$	$	$	$
Alberta learning	881,366	(928)	880,438	849,812
Other Alberta government	228,044	9,705	237,749	230,738
	1,109,410	8,777	1,118,187	1,080,550

CAPE – CENTRE FOR ACADEMIC AND PERSONAL EXCELLENCE INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

NOTE 12 COMMITMENTS

The charter school is committed under long-term operating leases for the rental of office and computer equipment which expire at various times from 2006 to 2009. Annual lease payments, excluding taxes are as follows:

	$
2005	10,017
2006	5,836
2007	4,987
2008	4,986
2009	2,494
	28,320

NOTE 13 ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The charter school's primary source of income is from the Alberta government. The charter school's ability to continue viable operations is dependent on this funding.

NOTE 14 BUDGET AMOUNTS

The budget was prepared by the charter school and approved by the Board of Directors. It is presented for information purposes only and has not been audited.

NOTE 15 COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the presentation adopted in the current year.

NOTE 16 APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved by the Board of Directors.

School Jurisdiction Code: 6019

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$768,706	$0	$768,706						
(2) Support block	$52,536				$0			$52,536	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$19,200	$0	$19,200						
(5) Student Health Initiative (SHI)	$6,076	$0	$6,076						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$28,000	$0	$28,000					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$5,920	$0	$5,920	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$880,438	$0	$827,902	$0	$0			$52,536	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$0			$0					
(13) Operations & Maintenance support	$228,335			$228,335					
(14) Operations & Maintenance support (One-Time)	$9,414			$9,414					
(15) **Total Alberta Infrastructure Revenue**	$237,749			$237,749					
(16) **Alberta Finance**	$0			$0					$0
(17) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$12,723	$0	$12,723						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$50,885	$0	$50,885	$0	$0			$0	$0
(25) **Investment income**	$34,989	$0	$34,989	$0	$0			$0	$0
(26) **Gifts and donations**	$10,979	$0	$10,979	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$6,203	$0	$6,203	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$0		$0	$0	$0				$0
(31) **TOTAL REVENUES**	$1,233,966	$0	$943,681	$237,749	$0			$52,536	$0
EXPENSES									
(32) **Certificated salaries**	$551,164	$0	$551,164				$0	$0	$0
(33) **Certificated benefits**	$77,018	$0	$77,018					$0	$0
(34) **Uncertificated salaries and wages**	$155,485	$0	$155,485	$0	$0	$0	$0	$0	$0
(35) **Uncertificated benefits**	$20,129	$0	$20,129	$0	$0	$0	$0	$0	$0
(36) **SUB - TOTAL**	$803,796	$0	$803,796	$0	$0	$0	$0	$0	$0
(37) **Services, contracts & supplies**	$441,036	$0	$165,222	$232,016	$0	$0	$43,798	$43,798	
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$6,203	$0	$6,203	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(41) Unsupported	$6,986	$0	$0	$6,986	$0	$0	$0	$0	$0
(42) Total Amortization	$6,986	$0	$0	$6,986	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$0	$0	$0	$0	$0		$0	$0	$0
(44) Unsupported	$1,724	$0	$0	$1,724	$0	$0	$0	$0	$0
(45) Other interest charges	$637	$0	$0	$637	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$1,260,382	$0	$975,221	$241,363	$0	$0	$43,798	$43,798	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	($26,416)	$0	($31,540)	($3,614)	$0			$8,738	$0

School Jurisdiction Code 6019

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$158 043	$21 189	$0	$371 932	$0	$0	$0	$551 164
Certificated benefits	$24 263	$1 703	$0	$51 052	$0	$0	$0	$77 018
Uncertificated salaries and wages	$25 257	$47 400	$0	$58 936	$23 892	$0	$0	$155 485
Uncertificated benefits	$3 274	$6 873	$0	$7 636	$2 346	$0	$0	$20 129
SUB - TOTAL REMUNERATION	$210 837	$77 165	$0	$489 556	$26 238	$0	$0	$803 796
Services, contracts & supplies	$29 176	$22 413	$16 050	$71 038	$1 269	$19 200	$6 076	$165 222
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$6 203							$6 203
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported			$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported								$0
Other interest charges	$0							$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$246 216	$99 578	$16 050	$560 594	$27 507	$19 200	$6 076	$975 221
FTE Certificated				9.8	0.8			
FTE Uncertificated				2.8	2.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$719 652	$56 510	$103 056	$0	$879 218	$762 058	$117 160
School Admin & Instruction Support Expenses						$99 578	($99 578)
System Instruction Support Expenses						$16 050	($16 050)
Total Basic Instruction	$719 652	$56 510	$103 056	$0	$879 218	$877 686	$1 532
Sub-Programs & Initiatives							
Severely Disabled	$25 091	$1 673	$0		$26 764	$27 507	($743)
English as a Second Language	$0				$0	$0	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$5 218				$5 218		$5 218
Teacher Assistants Program	$4 757				$4 757	$4 757	$0
Early Literacy Initiative (K-2)	$6 720				$6 720	$6 720	$0
Learning Resources Credit & Resources for the Classroom		$1 013	$12 723		$13 736	$23 512	($9 776)
Technology Integration	$7 084		$0		$7 084	$34 855	($27 771)
French Language Program & Francisation (all jurisdictions)	$184		$0		$184	$184	$0
Home Education	$0		$0		$0	$0	$0
Total Sub-Programs & Initiatives	$49 054		$12 723		$64 463	$97 535	($33 072)
INSTRUCTION, GRADES 1-12	$768 706	$59 196	$115 779	$0	$943 681	$975 221	($31 540)

School Jurisdiction Code: 6019

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$761,622
Support Block - Transportation	$0
SUBTOTAL	$761,622

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$228,335
Teacher Salary Enhancement	$28,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$50,885
Interest on investments	$34,989
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$8,519
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$1,112,350**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$66,741
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	51,000	$66,741
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		$66,741

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$43,798
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$43,798
Maximum Expense Limit for Board & System Administration (Step 3)	$66,741
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$22,943

School Jurisdiction Code: 6019

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$316
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$8,519	
Less: SGF - related cost recoveries (Note 3)	$1,242	
- capitalized at the District level (Note 4)	$0	
Net Total	$7,277	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$7,277
Net SGF Available for discretionary spending		$7,593
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$6,203
Unexpended SGF - Closing Balance August 31, 2004		$1,390

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 6019

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0		$0
Sub-total Remuneration	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$0	$221,877	$0	$0	$0	$221,877		$221,877
Supplies	$0	$0	$0	$0	$0	$0		$0
Electricity			$0			$0		$0
Natural Gas/Heating Fuel			$0			$0		$0
Sewer and Water			$0			$0		$0
Telecommunications						$0		$0
Insurance					$10,139	$10,139		$10,139
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$0	$0
Unsupported						$6,986		$6,986
Total Amortization						$6,986	$0	$6,986
Interest on capital debt								
Supported							$0	$0
Unsupported				$0		$1,724		$1,724
Other interest charges						$637		$637
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$0	$221,877	$0	$0	$10,139	$241,363	$0	$241,363
SQUARE METRES								
School Buildings								2,053.6
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 6019

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-200
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Dr. Alan Gray	1.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Teresa Di Ninno	1.0	$0	$0	$0			$0	$0
Name	Dr. Vincent Di Ninno	1.0	$0	$0	$0			$0	$0
Name	Carol Ann McCannell	1.0	$0	$0	$0			$0	$0
Name	Stu Hickey	1.0	$0	$0	$0			$0	$0
Name	Dr. Bill Kournikakis	1.0	$0	$0	$0			$0	$0
Name	Warren Malinowski	1.0	$0	$0	$0			$0	$0
Name	Michael McKee	1.0	$0	$0	$0			$0	$0
Name	Yvonne Sept	1.0	$0	$0	$0			$0	$0
Name	Christa Viljoen	1.0	$0	$0	$0			$0	$0
Name	Shirley Bell	1.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*11.0*	*$0*	*$0*	*$0*			*$0*	*$0*
Superintendent	Dr. Robert Lowery	1.0	$17,050	$0	$6,862	$0	$0	$23,912	$0
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Judy Herring	1.0	$10,000	$0	$0	$0	$0	$10,000	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		13.4	$551,164	$77,018	$0	$0	$0	$628,182	
Uncertificated Salaries & Wages		8.0	$155,485	$20,129	$0	$0	$0	$175,614	
TOTALS			**$733,699**	**$97,147**	**$6,862**	**$0**	**$0**	**$837,708**	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e. retiring allowance, vacation payout, partial year payment for 2nd individual)

The Position of Superintendent is contracted to "RSL & Associates" at a rate of $100.00/ hour plus reimbursement of travel and lodging expenses.

The Position of Secretary-Treasurer is contracted to Judy Herring of "Accounting For You" at $10,000.00 per year.

School Jurisdiction Code 0053

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Chinook's Edge School Division No. 73
Legal Name of School Jurisdiction

4904-50 Street, Innisfail, Alberta, T4G 1W4
Mailing Address

Phone (403) 227-7070 Fax (403) 227-3652
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules The Chinook's Edge School Division No. 73 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Roy Brassard "ORIGINAL SIGNED"
Name Signature

SUPERINTENDENT

Mr. Jim Gibbons "ORIGINAL SIGNED"
Name Signature

SECRETARY TREASURER OR TREASURER

Mrs. Susan Roy, CGA "ORIGINAL SIGNED"
Name Signature

December 1, 2004
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

DUNCAN SABINE COLLYER PARTNERS LLP

PROFESSIONAL ACCOUNTANTS
MANAGEMENT CONSULTANTS

WWW.DSCP.CA

2, 5215 – 49 AVENUE
INNISFAIL AB T4C 1B3

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RAN·ONE member

AUDITORS' REPORT

To the Board of Trustees
Chinook's Edge School Division No. 73

We have audited the statement of financial position of Chinook's Edge School Division No. 73 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Duncan Sabine Collyer Partners LLP

Innisfail, Alberta
November 23, 2004

DUNCAN SABINE COLLYER PARTNERS LLP
PROFESSIONAL ACCOUNTANTS

T. KENT SABINE* BCOM FCGA ALA DEBBIE J. LAUDER* CGA GILBERT G. ALLENSON* FCGA ALA
PATRICIA P. CARTER* CGA GORDON B. MCTAVISH* BCOM CGA CFP BRIAN W. MACKENZIE* CGA
RUTH E. WHITE* CGA DWAYNE A. BEATON* CGA IAN H. WOODMAN* CGA CORY B. LEPPA* CMA

* DENOTES PROFESSIONAL CORPORATION

School Jurisdiction Code: 0053

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$3,509,816	$10,432,425
Accounts receivable (net after allowances)		$7,187,295	$3,068,059
Prepaid expenses		$1,140,641	$1,139,752
Other current assets		$844	$1,382
Total current assets		$11,838,595	$14,641,618
School generated assets		$1,010,132	$925,909
Trust assets		$762,879	$285,106
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$2,869,970	$2,679,221
Buildings	$108,125,762		
Less: accumulated amortization	($42,572,291)	$65,553,472	$62,072,289
Equipment	$4,934,719		
Less: accumulated amortization	($3,220,263)	$1,714,456	$1,725,174
Vehicles	$7,598,683		
Less: accumulated amortization	($3,385,666)	$4,213,016	$4,330,422
Total capital assets		$74,350,914	$70,807,106
TOTAL ASSETS		$87,962,520	$86,659,739
LIABILITIES			
Current liabilities			
Bank indebtedness		$1,010,690	$0
Accounts payable and accrued liabilities		$3,770,943	$3,377,708
Deferred revenue		$1,248,050	$1,385,200
Deferred capital allocations		$3,112,204	$5,076,252
Current portion of all long term debt		$871,179	$935,894
Total current liabilities		$10,013,066	$10,775,054
School generated liabilities		$1,010,132	$925,909
Trust liabilities		$762,879	$285,106
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$6,758,750	$7,694,644
	Less: Current portion of supported debt	($871,179)	($935,894)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$55,741,260	$51,734,821
Total long term liabilities		$63,401,842	$59,704,586
TOTAL LIABILITIES		$73,414,907	$70,479,640
NET ASSETS			
Unrestricted net assets		$686,852	$1,278,265
Operating Reserves		$1,121,194	$2,576,997
Accumulated Operating Surplus (Deficit)		$1,808,046	$3,855,262
Investment in capital assets		$11,850,902	$11,377,642
Capital Reserves		$888,666	$947,195
Total Capital Funds		$12,739,568	$12,324,837
Total net assets		$14,547,613	$16,180,099
TOTAL LIABILITIES AND NET ASSETS		$87,962,520	$86,659,739

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 0053

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$65,393,720	$65,179,445	$64,504,117
Alberta Infrastructure	$6,438,769	$8,471,283	$8,514,862
Alberta Finance	$674,455	$900,000	$772,654
Other Government of Alberta	$299,937	$276,300	$328,149
Federal Government and/or First Nations	$213,179	$1,000	$170,806
Other Alberta school authorities	$13,800	$0	$1,539
Out of province authorities	$0	$0	$0
Alberta Municipalities	$270,029	$266,756	$243,691
Instruction resource fees	$877,993	$789,797	$884,467
Transportation fees	$1,080	$4,220	$4,050
Other sales and services	$220,439	$133,880	$181,495
Investment income	$218,049	$217,466	$362,661
Gifts and donations	$123,488	$17,700	$63,184
Rentals of facilities	$111,405	$17,150	$26,488
Net school generated funds	$814,459	$1,000,000	$811,378
Gains on disposal of capital assets	$3,110	$7,500	$23,346
Amortization of capital allocations	$2,634,122	$2,356,600	$2,437,431
Total Revenues	$78,308,034	$79,639,097	$79,330,318
EXPENSES			
Certificated salaries	$41,708,619	$41,105,426	$41,047,077
Certificated benefits	$4,316,649	$4,516,732	$4,400,997
Uncertificated salaries and wages	$13,989,865	$13,993,399	$13,443,248
Uncertificated benefits	$2,693,401	$2,685,011	$2,487,203
Services, contracts and supplies	$12,573,307	$14,760,185	$14,615,578
Net school generated funds	$814,459	$1,000,000	$811,378
Capital and debt services			
Amortization of capital assets			
Supported	$2,634,122	$2,356,600	$2,437,431
Unsupported	$1,252,784	$1,234,000	$1,196,018
Total Amortization of capital assets	$3,886,906	$3,590,600	$3,633,449
Interest on capital debt			
Supported	$674,455	$900,000	$772,654
Unsupported	$0	$0	$0
Total Interest on capital debt	$674,455	$900,000	$772,654
Other interest charges	$13,972	$200	$1,678
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$80,671,634	$82,551,553	$81,213,262
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($2,363,600)	($2,912,456)	($1,882,944)
Unrestricted revenues used for capital purposes	$731,114	$0	$11,841
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($1,632,486)	($2,912,456)	($1,871,103)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 0053

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($1,632,486)	($1,871,104)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,634,122)	($2,437,431)
Total amortization expense	$3,886,906	$3,633,449
Gains on disposal of capital assets	($3,110)	($23,346)
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($4,119,236)	$689,776
Prepaids and other current assets	($351)	$19,441
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$393,235	$410,719
Deferred revenue	($137,150)	($1,515,418)
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($4,246,313)	($1,093,914)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	($190,749)	$0
Buildings	($6,222,743)	($7,484,211)
Equipment	($476,078)	($481,669)
Vehicles	($558,808)	($1,251,479)
Net proceeds from disposal of capital assets	$20,774	$103,774
Other (describe) Private ECS Amalgamation	$0	$11,583
Total sources (uses) of cash from Investing activities	($7,427,605)	($9,102,002)
C. FINANCING ACTIVITIES		
Capital allocations received	$3,740,619	$950,687
Issue of long term debt	$0	$0
Repayment of long term debt	($935,894)	($1,149,734)
Add back: supported portion	$935,894	$1,149,734
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$3,740,619	$950,687
Net sources (uses) of cash equivalents* during year	($7,933,299)	($9,245,229)
Cash Equivalents at the beginning of the year	$10,432,425	$19,677,654
Cash Equivalents at the end of the year	$2,499,126	$10,432,425

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 0053

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$16,180,099	$11,377,642	$1,278,265	$3,524,192	$2,190,717	$300,000	$8,062	$114,678	($9,248)	$2,311	$387,466	$530,206	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$16,180,099	$11,377,642	$1,278,265	$3,524,192	$2,190,717	$300,000	$8,062	$114,678	($9,248)	$2,311	$387,466	$530,206	$0	$0
Surplus(def) of revenue over expenses	($1,632,486)		($1,632,486)											
Board funded capital transactions		$1,743,708	$0	($1,743,708)	$0	($261,242)	($756,542)	($190,749)	$0	$0	$0	($535,175)	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($3,886,906)	$3,886,906											
Amortization of capital allocations		$2,634,122	($2,634,122)											
Disposal of unsupported capital assets	$0	($17,664)	$0	$17,664		$11,652		$6,012		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($1,058,027)	$1,058,027	$591,413		$250,588		$26,542		$189,484		$0	
Net transfers from operating reserves			$1,757,288	($1,757,288)	($1,095,905)		($71,225)		($15,189)		($574,969)		$0	
Net transfers to capital reserves			($910,973)	$910,973		$249,590		$71,225		$15,189		$574,969		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$14,547,613	$11,850,902	$686,852	$2,009,860	$1,686,225	$300,000	($569,117)	$1,166	$2,105	$17,500	$1,981	$570,000	$0	$0

School Jurisdiction Code: 0053

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$5,076,252	$51,734,821
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$3,509,982	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$77,377	
Other capital grants and donations		$153,260	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$935,894
Expended capital allocations - current year		($5,704,667)	$5,704,667
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$2,634,122
Balance at August 31, 2004		$3,112,204	$55,741,260

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

CHINOOK'S EDGE SCHOOL DIVISION NO. 73
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2004

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1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the *School Act*, Chapter S-3.1, Statutes of Alberta, January 1, 2002.

The Division receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

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b) Capital Assets

Capital Assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 10%
Vehicles & Buses	10% and 20%
Equipment & Furnishings	10% and 20%
Playground Equipment	5%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset. No amortization is recorded in the year that an asset is acquired.

Beginning with the August 31, 2002 year-end computer labs with a cost of $5,000 or more are now being capitalized. This change has not been applied back to prior years.

Beginning with the August 31, 2004 year-end playground equipment with a cost of $5,000 or more is now being capitalized. This change has not been applied back to prior years.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by the contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, Chinook's Edge School Division No. 73 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $437,715 for the year ended August 31, 2004. As at December 31,

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2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410 million (2002 deficit of $444 million).

f) Inventories

Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the Division or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits

The Division accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. The financial impact on the Division for the 2003/2004 school year was an accrual of $79,422 (2002/2003 $128,471).

CHINOOK'S EDGE SCHOOL DIVISION NO. 73
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2004

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3. ACCOUNTS RECEIVABLE

	2004	2003
Province of Alberta	$5,645,114	$1,543,257
Federal Government	940,251	1,116,602
Alberta Municipalities	28,210	35,287
Other Alberta School Jurisdictions	112,573	36,212
Other	461,147	336,702
Total	**$7,187,295**	**$3,068,060**

4. BANK INDEBTEDNESS

The Division has an authorized line of credit in the amount of $5,000,000 that bears interest at the Community Savings prime rate less .25% and is secured by a general security agreement. There was a balance outstanding on the line of credit at August 31, 2004 of $1,010,690 (2003 - $nil). Bank indebtedness is monitored throughout the year to ensure compliance with Section 183(1) of the School Act. This Section requires that total borrowing cannot exceed total receivables.

	2004	2003
Accounts Receivable	$7,187,295	$3,068,060
Less: Bank Indebtedness	1,010,690	0
Allowable Bank Indebtedness	**$6,176,605**	**$3,068,060**

5. ACCOUNTS PAYABLE AND LIABILITIES

	2004	2003
Province of Alberta	$345,640	$374,855
Federal Government	10,266	4,373
Alberta Municipalities	0	0
Other Alberta School Jurisdictions	0	0
Other Trade Payables and Accrued Liabilities	3,415,037	2,998,480
Total	**$3,770,943**	**$3,377,708**

6. DEFERRED REVENUE

	2004	2003
Family Wellness Program Funding	$15,604	$24,063
Alberta Initiative for School Improvement	66,717	177,714
Block BQRP Funding	575,519	512,269
Block Modernization Funding	581,880	577,201
2003 Budget One Time Grant for Transportation	0	81,400
Other	8,330	12,553
Total	**$1,248,050**	**$1,385,200**

7. TRUST ASSETS AND LIABILITIES

	2004	2003
Scholarship Trusts	$712,864	$236,967
ECS Casino Funds - received on amalgamation	17,596	17,049
DARE	10,807	9,568
Insurance Proceeds	17,586	17,592
Habitat Renewal	4,026	3,930
Total	**$762,879**	**$285,106**

8. LONG TERM DEBT

Debenture Debt - Supported

The debenture debt bears interest at rates varying between 7.375% and 12.0%. The debenture debt is fully supported by Alberta Finance. The current portion of the long-term consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	2004	2003
Principal balance with interest rates ranging from 7.375% to 12.0%.	$6,758,750	$7,694,644
Less: Current portion	871,179	935,894
	$5,887,571	**$6,758,750**

Principal repayments are estimated as follows:

2005	$871,179
2006	803,815
2007	794,861
2008	783,728
2009	760,497
	4,014,080
Due after five years	2,744,670
	$6,758,750

Capital Leases - Unsupported
There are no capital leases currently held by the jurisdiction.

9. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital assets that are allocation funded.

10. UNAMORTIZIED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA accounts, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation accounts also increase the balance in the UCA account.

11. COMMITMENTS

Building Projects
The jurisdiction is committed to further capital expenditures for the new Didsbury High School of approximately $461,540 and for the modernization and addition of River Valley Elementary School of approximately $6,842,249. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

The jurisdiction is committed to $100,000 worth of site improvements in favour of the vendor for 4 acres of land that the jurisdiction received at no cost on the purchase of the land for the new Didsbury High School.

Premise Lease

The Division has entered into various premise lease agreements with estimated annual payments as follows:

2005	$89,942
2006	75,780
2007	78,795
2008	15,850
2009	0

12. ECONOMIC DEPENDANCE ON RELATED THIRD PARTY

Chinook's Edge School Division No. 73's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

13. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

14. COMPARATIVE FIGURES

The Budget 2004 and Actual 2003 comparative figures have been reclassified where necessary to conform to Actual 2004 presentation.

School Jurisdiction Code: 0053

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

	REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
							Board Governance	System Administration	Total Board & System Admin	
	Alberta Learning allocations									
(1)	Instruction block	$52 612 093	$2 348 030	$50 264 063						
(2)	Support block	$7 557 256				$5 007 540			$2 549 716	
(3)	Instruction & support block reallocations	$0	($71 300)	$216 300		($400 000)			($20 000)	$275 000
(4)	Alberta Initiative for School Improvement (AISI)	$1 405 817	$0	$1 405 817						
(5)	Student Health Initiative (SHI)	$252 633	$0	$252 633						$0
(6)	Supernet Access	$18 126		$18 126					$0	
(7)	Teacher Salary Enhancement (TSE)	$2 351 000	$71 073	$2 253 009					$26 918	$0
(8)	Regional P D Consortium (6 boards only)	$0								$0
(9)	Regional Assessment Services (4 boards only)	$0								$0
(10)	Other Alberta Learning revenues	$1 196 796	$0	$1 115 396	$0	$81 400			$0	$0
(11)	**Total Alberta Learning Revenue**	$65 393 720	$2 347 803	$55 525 343	$0	$4 688 940			$2 556 634	$275 000
	Alberta Infrastructure									
(12)	Expensed IMP (BQRP) support & portable relocations	$34 065			$34 065					
(13)	Operations & Maintenance support	$6 404 704			$6 404 704					
(14)	Operations & Maintenance support (One-Time)	$0			$0					
(15)	**Total Alberta Infrastructure Revenue**	$6 438 769			$6 438 769					
(16)	**Alberta Finance**	$674 455			$674 455					$0
(17)	**Other - Government of Alberta**	$299 937	$0	$2 955	$9 682	$0			$0	$287 300
(18)	**Federal Government and/or First Nations**	$213 179	$10 602	$17 065	$1 609	$0			$0	$183 903
(19)	**Other Alberta school authorities**	$13 800	$0	$10 800	$0	$0			$0	$3 000
(20)	**Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21)	**Alberta municipalities**	$270 029	$0	$0	$0	$0			$0	$270 029
(22)	**Instruction resource fees**	$877 993	$19 756	$858 237						
(23)	**Transportation fees**	$1 080				$1 080				
(24)	**Other sales and services**	$220 439	$0	$116 847	$0	$103 592			$0	$0
(25)	**Investment income**	$218 049	$0	$20 000	$71 974	$0			$126 075	$0
(26)	**Gifts and donations**	$123 488	$0	$96 488	$0	$27 000				$0
(27)	**Rentals of facilities**	$111 405		$37 482	$73 923	$0			$0	$0
(28)	**Net school generated funds**	$814 459	$0	$814 459	$0	$0			$0	$0
(29)	**Gains on disposal of capital assets**	$3 110		($1 152)	$488	$3 774			$0	$0
(30)	**Amortization of capital allocations**	$2 634 122		$106 886	$2 522 889	$4 347				$0
(31)	**TOTAL REVENUES**	$78 308 034	$2 378 161	$57 605 410	$9 793 789	$4 828 733			$2 682 709	$1 019 732
	EXPENSES									
(32)	**Certificated salaries**	$41 708 619	$1 545 059	$39 618 485				$508 942	$508 942	$38 133
(33)	**Certificated benefits**	$4 316 649	$158 836	$4 096 686				$58 260	$58 260	$2 866
(34)	**Uncertificated salaries and wages**	$13 989 865	$588 157	$6 841 453	$3 201 539	$1 571 355	$110 112	$943 099	$1 053 211	$734 150
(35)	**Uncertificated benefits**	$2 693 401	$93 733	$1 357 080	$672 243	$229 797	$20 129	$200 430	$220 559	$119 990
(36)	**SUB - TOTAL**	$62 708 534	$2 385 786	$51 911 704	$3 873 782	$1 801 152	$130 241	$1 710 730	$1 840 972	$895 139
(37)	**Services, contracts & supplies**	$12 573 307	$301 299	$5 470 148	$2 978 460	$2 833 750	$245 508	$556 090	$801 599	$188 053
(38)	**Cost recoveries & transfers (must balance to zero)**	$0	$0	($224 731)	$224 731	$0	$0	$0	$0	$0
(39)	**Net school generated funds**	$814 459	$0	$814 459	$0	$0	$0	$0	$0	$0
	Capital and debt services									
	Amortization of capital assets									
(40)	Supported	$2 634 122	$0	$106 886	$2 522 889	$4 347		$0	$0	$0
(41)	Unsupported	$1 252 784	$3 286	$358 865	$228 208	$582 492	$0	$79 934	$79 934	$0
(42)	Total Amortization	$3 886 906	$3 286	$465 751	$2 751 097	$586 839	$0	$79 934	$79 934	$0
	Interest on capital debt									
(43)	Supported	$674 455	$0	$0	$674 455	$0		$0	$0	$0
(44)	Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45)	Other interest charges	$13 972	$0	$376	$0	$0		$13 596	$13 596	$0
(46)	Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47)	**TOTAL EXPENSES**	$80 671 634	$2 690 371	$58 437 706	$10 502 526	$5 221 741	$375 750	$2 360 351	$2 736 101	$1 083 191
(48)	Surplus(deficit) before unrestricted revenues used for capital purposes	($2 363 600)	($312 209)	($832 296)	($708 736)	($393 008)			($53 391)	($63 459)

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$34,270,152	$2,078,723	$0	$1,775,988	$818,580	$857,000	$16,043	$39,616,485
Certificated benefits	$3,522,724	$230,969	$0	$197,259	$90,928	$53,023	$1,783	$4,096,686
Uncertificated salaries and wages	$1,503,120	$1,885,612	$0	$1,051,103	$1,998,894	$248,286	$154,438	$6,841,453
Uncertificated benefits	$292,610	$435,305	$0	$198,261	$356,749	$44,541	$29,613	$1,357,080
SUB - TOTAL REMUNERATION	$39,588,606	$4,630,609	$0	$3,222,612	$3,265,151	$1,002,851	$201,876	$51,911,704
Services, contracts & supplies	$3,807,590	$422,763	$37,804	$87,958	$684,370	$378,905	$50,756	$5,470,148
Cost recoveries & transfers	($224,731)	$0	$0	$0	$0	$0	$0	($224,731)
Net school generated funds	$814,459							$814,459
Amortization of capital assets								
Supported	$106,886	$0	$0					$106,886
Unsupported	$283,808	$75,057	$0					$358,865
Total Amortization	$390,694	$75,057	$0					$465,751
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$376						$376
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$44,376,618	$5,128,805	$37,804	$3,310,570	$3,949,521	$1,381,756	$252,633	$58,437,706
FTE Certificated				27.7	12.8			
FTE Uncertificated				55.3	105.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$44,922,041	$4,618,309	$1,221,830	$216,300	$50,978,479	$46,342,329	$4,636,150
School Admin & Instruction Support Expenses						$5,128,805	($5,128,805)
System Instruction Support Expenses						$37,804	($37,804)
Total Basic Instruction	$44,922,041	$4,618,309	$1,221,830	$216,300	$50,978,479	$51,508,938	($530,459)
Sub-Programs & Initiatives							
Severely Disabled	$3,341,227	$238,570	$0		$3,579,797	$3,949,521	($369,724)
English as a Second Language	$69,920				$69,920	$69,920	$0
Enhanced Opportunities	$36,720				$36,720	$36,608	$112
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$470,676				$470,676		$470,676
Growth & Density	$315,185				$315,185		$315,185
Teacher Assistants Program	$204,626				$204,626	$379,703	($175,077)
Early Literacy Initiative (K-2)	$363,215				$363,215	$410,776	($47,560)
Learning Resources Credit & Resources for the Classroom	$65,931	$188,101	$858,237		$1,112,269	$1,486,037	($373,768)
Technology Integration	$443,300		$0		$443,300	$432,991	$10,309
French Language Program & Francisation (all jurisdictions)	$26,192		$0		$26,192	$146,261	($120,069)
Home Education	$5,029		$0		$5,029	$16,952	($11,922)
Total Sub-Programs & Initiatives	$5,342,022		$858,237		$6,626,930	$6,928,768	($301,838)
INSTRUCTION, GRADES 1-12	$50,264,063	$5,044,980	$2,080,067	$216,300	$57,605,410	$58,437,706	($832,296)

School Jurisdiction Code: 0053

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$52,168,793
Support Block - Transportation	$5,007,540
SUBTOTAL	$57,176,333
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$6,404,704
Teacher Salary Enhancement	$2,351,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$299,937
Federal government/First Nations	$213,179
Other Alberta school authorities	$13,800
Out of province local authorities	$0
Alberta municipalities	$270,029
Other sales and services	$220,439
Interest on investments	$218,049
Rentals of facilities	$111,405
Gains on disposal of capital assets	$3,110
Amortization of capital allocations	$2,634,122
School generated funds (Schedule E)	$2,700,388
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$72,616,495**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$2,904,660
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$2,904,660**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$2,736,101
PLUS: transfers to Restricted - Operating (Board/System Administration)	$26,542
LESS: transfers from Restricted - Operating (Board/System Administration)	-$15,189
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,747,454
Maximum Expense Limit for Board & System Administration (Step 3)	$2,904,660
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$157,206

School Jurisdiction Code: 0053

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$925,909
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$2,700,388	
Less: SGF - related cost recoveries (Note 3)	$1,929,409	
- capitalized at the District level (Note 4)	$0	
Net Total	$770,979	
Plus: Donations Received (Note 5)	$127,703	
Equals: Net Additions to SGF		$898,682
Net SGF Available for discretionary spending		$1,824,591
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$814,459
Unexpended SGF - Closing Balance August 31, 2004		$1,010,132

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 0053

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$2,271,615	$610,080	$0	$19,547	$300,297	$3,201,539		$3,201,539
Uncertificated benefits	$484,044	$127,134	$0	$3,894	$57,170	$672,243		$672,243
Sub-total Remuneration	$2,755,660	$737,215	$0	$23,441	$357,467	$3,873,782		$3,873,782
Contracted Services	$31,475	$82,427	$0	$0	$13,095	$126,997		$126,997
Supplies	$336,138	$451,795	$10,717	($200,374)	$27,250	$625,527		$625,527
Electricity			$1,178,458			$1,178,458		$1,178,458
Natural Gas/Heating Fuel			$708,663			$708,663		$708,663
Sewer and Water			$169,981			$169,981		$169,981
Telecommunications			$29,141			$29,141		$29,141
Insurance					$139,692	$139,692		$139,692
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$2,522,889	$2,522,889
Unsupported						$228,208		$228,208
Total Amortization						$228,208	$2,522,889	$2,751,097
Interest on capital debt								
Supported							$674,455	$674,455
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$224,731		$224,731
TOTAL EXPENSES	$3,123,272	$1,271,437	$2,096,961	($176,933)	$537,505	$7,305,180	$3,197,344	$10,502,525
SQUARE METRES								
School Buildings								125,952.0
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	69.8	12.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

Square metres for school buildings includes leased space of 1,110.8 square metres

School Jurisdiction Code: 0053

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-200
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Mr. Roy Brassard	1.0	$16,475	$915	$588			$17,978	$12,658
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Mrs. Penny Archibald	1.0	$10,425	$1,208	$156			$11,789	$6,519
Name	Dr. Doug Campbell	1.0	$6,800	$3,608	$576			$10,984	$6,014
Name	Ms. Sandi Chalmers	1.0	$12,625	$2,518	$528			$15,671	$11,582
Name	Mr. Ron Fisher	1.0	$14,400	$3,765	$1,056			$19,221	$15,089
Name	Mrs. Joyce Langston	1.0	$6,700	$1,265	$481			$8,446	$7,558
Name	Mr. Stuart Little	1.0	$15,575	$1,760	$0			$17,335	$11,555
Name	Mrs. Jackie Swainson	1.0	$9,825	$1,413	$408			$11,646	$6,940
Name	Mr. Ian Taylor	1.0	$12,750	$3,677	$744			$17,171	$9,799
Name			$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*9.0*	*$105,575*	*$20,129*	*$4,537*			*$130,241*	*$87,714*
Superintendent	Mr. Jim Gibbons	1.0	$144,265	$17,975	$0	$0	$0	$162,240	$15,814
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Mrs. Terresa Dersch	1.0	$79,597	$13,644	$0	$0	$0	$93,241	$7,463
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Mrs. Susan Roy	1.0	$83,938	$17,659	$0	$0	$0	$101,597	$7,273
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		588.5	$41,378,378	$4,298,674	$0	$0	$185,976	$45,863,028	
Uncertificated Salaries & Wages		601.0	$13,716,218	$2,641,969	$0	$0	$0	$16,358,187	
TOTALS			$55,507,971	$7,010,050	$4,537	$0	$185,976	$62,708,534	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e. retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 4208

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Christ the Redeemer Catholic Separate Regional Division No. 3
Legal Name of School Jurisdiction

P.O. Bag # 3, Okotoks, Alberta, T1S 2A2
Mailing Address

403-938-2659 403-938-4575
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules The Christ the Redeemer Catholic Separate Regional Division No. 3 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mary Stengler "ORIGINAL SIGNED"
Name Signature

SUPERINTENDENT

Peter Doyle "ORIGINAL SIGNED"
Name Signature

SECRETARY TREASURER OR TREASURER

Dennis Schneider "ORIGINAL SIGNED"
Name Signature

27-Nov-04
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

CATALYST
*Chartered Accountants and Consultants**

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AUDITORS' REPORT

To: **The Board of Trustees**
Christ the Redeemer Catholic Separate Regional Division #3

We have audited the statement of financial position of Christ the Redeemer Catholic Separate Regional Division #3 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2004, and the results of its operations, changes in cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The financial statements for the period ended August 31, 2003, were audited by another firm of Chartered Accountants who expressed an opinion without reservation on those statements in their report dated November 7, 2003.

Catalyst LLP

HIGH RIVER, ALBERTA
NOVEMBER 10, 2004

CHARTERED ACCOUNTANTS

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* Catalyst Chartered Accountants operates as a limited liability partnership

School Jurisdiction Code: 4208

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$674,739	$1,294,806
Accounts receivable (net after allowances)		$2,660,046	$2,355,226
Prepaid expenses		$1,043,204	$718,737
Other current assets		$0	$0
Total current assets		$4,377,989	$4,368,769
School generated assets		$240,963	$148,523
Trust assets		$16,787	$16,490
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$370,796	$370,796
Buildings	$51,216,648		
Less: accumulated amortization	($12,777,402)	$38,439,246	$39,558,059
Equipment	$8,416,636		
Less: accumulated amortization	($5,406,505)	$3,010,131	$3,369,823
Vehicles	$124,995		
Less: accumulated amortization	($39,264)	$85,731	$57,633
Total capital assets		$41,905,904	$43,356,311
TOTAL ASSETS		$46,541,643	$47,890,093
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$2,100,209	$2,335,296
Deferred revenue		$190,147	$291,099
Deferred capital allocations		$844,430	$1,160,369
Current portion of all long term debt		$876,687	$952,475
Total current liabilities		$4,011,473	$4,739,239
School generated liabilities		$240,963	$148,523
Trust liabilities		$16,787	$16,490
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$6,357,988	$6,850,822
	Less: Current portion of supported debt	($492,834)	($492,834)
Unsupported:	Debentures and Capital Loans	$174,000	$232,000
	Capital Leases	$0	$0
	Mortgages	$209,853	$227,641
	Less: Current portion of unsupported debt	($383,853)	($459,641)
Unamortized capital allocations		$33,879,025	$34,439,310
Total long term liabilities		$40,001,929	$40,962,311
TOTAL LIABILITIES		$44,013,402	$45,701,550
NET ASSETS			
Unrestricted net assets		$100,000	$0
Operating Reserves		$885,241	$516,487
Accumulated Operating Surplus (Deficit)		$985,241	$516,487
Investment in capital assets		$1,285,040	$1,506,539
Capital Reserves		$257,960	$65,517
Total Capital Funds		$1,543,000	$1,672,056
Total net assets		$2,528,241	$2,188,543
TOTAL LIABILITIES AND NET ASSETS		$46,541,643	$47,890,093

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 4208

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$31,373,354	$28,988,853	$27,349,370
Alberta Infrastructure	$2,840,960	$2,533,458	$2,578,987
Alberta Finance	$582,063	$706,033	$663,349
Other Government of Alberta	$238,091	$206,400	$58,817
Federal Government and/or First Nations	$0	$0	$0
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$86,132	$20,000	$17,900
Instruction resource fees	$412,009	$244,477	$256,208
Transportation fees	$0	$0	$0
Other sales and services	$46,490	$36,000	$40,947
Investment income	$29,300	$60,000	$47,610
Gifts and donations	$32,710	$0	$24,828
Rentals of facilities	$51,347	$5,000	$30,387
Net school generated funds	$651,335	$400,000	$435,828
Gains on disposal of capital assets	$4,627	$0	$0
Amortization of capital allocations	$2,209,194	$1,000,000	$1,944,209
Total Revenues	$38,557,612	$34,200,221	$33,448,440
EXPENSES			
Certificated salaries	$17,095,644	$16,633,571	$15,545,496
Certificated benefits	$1,809,590	$1,872,842	$1,708,366
Uncertificated salaries and wages	$5,813,701	$5,088,922	$5,080,258
Uncertificated benefits	$1,334,164	$1,168,149	$1,161,867
Services, contracts and supplies	$8,115,528	$7,294,435	$6,793,291
Net school generated funds	$651,335	$400,000	$435,828
Capital and debt services			
Amortization of capital assets			
Supported	$2,209,194	$1,000,000	$1,944,209
Unsupported	$807,000	$600,000	$703,027
Total Amortization of capital assets	$3,016,194	$1,600,000	$2,647,236
Interest on capital debt			
Supported	$582,063	$645,302	$663,349
Unsupported	$16,612	$23,000	$15,927
Total Interest on capital debt	$598,675	$668,302	$679,276
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$38,434,831	$34,726,221	$34,051,618
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$122,781	($526,000)	($603,178)
Unrestricted revenues used for capital purposes	$216,917	$200,000	$192,817
Extraordinary Item	$0	$0	$103,603
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$339,698	($326,000)	($306,758)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 4208

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$339,698	($306,758)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,209,194)	($1,944,209)
Total amortization expense	$3,016,194	$2,647,236
Gains on disposal of capital assets	($4,627)	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($304,820)	($652,199)
Prepaids and other current assets	($324,467)	$125,967
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($235,087)	($1,243,398)
Deferred revenue	($100,952)	($348,874)
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$176,745	($1,722,235)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($978,460)	($6,320,637)
Equipment	($534,232)	($1,237,839)
Vehicles	($48,468)	($37,493)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,561,160)	($7,595,969)
C. FINANCING ACTIVITIES		
Capital allocations received	$840,136	$2,485,137
Issue of long term debt	$0	$290,000
Repayment of long term debt	($568,622)	($566,882)
Add back: supported portion	$492,834	$492,834
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$764,348	$2,701,089
Net sources (uses) of cash equivalents* during year	($620,067)	($6,617,115)
Cash Equivalents at the beginning of the year	$1,294,806	$7,911,921
Cash Equivalents at the end of the year	$674,739	$1,294,806

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code 4208

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$2,188,543	$1,606,539	$0	$582,004	$402,196	$53,328	$0	$0	$114,291	$12,189	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$2,188,543	$1,606,539	$0	$582,004	$402,196	$53,328	$0	$0	$114,291	$12,189	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$339,698		$339,698											
Board funded capital transactions		$404,986	($379,687)	($25,299)	$0	($25,299)	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non amortizable assets	$0	$0												
Amortization of capital assets		($3,016,194)	$3,016,194											
Amortization of capital allocations		$2,209,194	($2,209,194)											
Disposal of unsupported capital assets	$0	$4,727	($4,727)	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$75,788	($75,788)											
Net transfers to operating reserves			($591,364)	$591,364	$259,627		$159,303		$172,434		$0		$0	
Net transfers from operating reserves			$222,610	($222,610)	($164,610)		($58,000)		$0		$0		$0	
Net transfers to capital reserves			($217,742)	$217,742		$208,265		$0		$9,477		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$2,528,241	$1,285,040	$100,000	$1,143,201	$497,213	$236,294	$101,303	$0	$286,725	$21,666	$0	$0	$0	$0

School Jurisdiction Code: 4208

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$1,160,369	$34,439,310
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$832,106	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$8,030	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$492,834
Expended capital allocations - current year		($1,156,075)	$1,156,075
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$2,209,194
Balance at August 31, 2004		$844,430	$33,879,025

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

CHRIST THE REDEEMER CATHOLIC SEPARATE REGIONAL DIVISION #3

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 2004

1. AUTHORITY AND PURPOSE

The Regional Division #3, formed on the amalgamation of Foothills #346, Drumheller #25 and Assumption #50 in 1995, delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002. Division #3 now includes Canmore, Okotoks, High River, Strathmore, Drumheller, Brooks, Oyen and surrounding areas. The School Jurisdiction delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3. The Regional Division #3 receives block allocations for instruction and support under Regulation 77/2003. The Regulation limits funding and expenses for administration and permits the Regional Division within the specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a. Revenue recognition

Instruction and support allocations are recognized in the year to which they relate and fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

b. Capital assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following annual rates:

Building and Site Improvements	- 2.5% to 4%
Equipment and furnishings	- 10% to 20%
Vehicles	- 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

2. SUMMARY OF ACCOUNTING POLICIES (Cont'd)

c. School generated funds

School generated funds are funds in the community under the control and responsibility of the principal and are for school activities. The funds are collected and retained at the school for expenditures such as year books, graduation fees, field trips, etc.

d. Contributed services

Volunteers contribute a considerable number of hours per year to various schools operated by the Regional Division. These volunteers provide assistance in delivering certain programs such as kindergarten lunch services and raising of school generated funds for activities that would not otherwise be available. Because of the difficulty of compiling the hours and determining the value of these services that are not otherwise purchased, contributed services are not recognized in the financial statements.

e. Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance, deposits and programs are also included in this category.

f. Pension obligation

Pension costs included in these financial statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

g. Financial instruments

The Regional Division's financial instruments consist of cash and temporary investments, accounts receivable, accounts payable and accrued liabilities, deferred revenue, deferred capital allocations, and long-term debt. Carrying values unless otherwise noted approximate their fair values due to the short-terms to maturity. The carrying value of long-term debt approximates the fair value. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risk arising from these financial instruments. Surplus funds have been invested in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

h. Employee Future Benefits

The Regional Division accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the Regional Division at this time.

3. ACCOUNTS RECEIVABLE

	2004	2003
Province of Alberta	$ 1,831,848	$ 1,335,530
Federal Government	203,694	277,004
Alberta Municipalities	522,450	712,613
Other	102,054	30,079
	$ 2,660,046	$ 2,355,226

4. INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	2003	Appropriated	Used	2004
Operating Reserves				
School	$ 402,196	$ 259,627	$ 164,610	$ 497,213
Operations & Maintenance	-	-	-	-
Board & System administration	114,291	172,434	-	286,725
	$ 516,487	$ 432,061	$ 164,610	$ 783,938
Capital Reserves				
Vehicles	$ 65,517	$ 17,742	$ 25,299	$ 57,960
Furniture & Equipment	-	200,000		200,000
	$ 65,517	$ 217,742	$ 25,299	$ 257,960
Unrestricted Net Assets	$ -	$ 100,000	$	$ 100,000
	$ 582,004	$ 749,803	$ 189,909	$ 1,141,898

5. DEFERRED REVENUE

	2004	2003
School and Related Fees	$ 43,700	$ 38,217
Family School Liaison	20,233	
Learning Resources Centre	8,144	5,936
Infrastructure Maintenance Program	110,390	135,412
Operations & Maintenance Support	101,303	102,629
Other	7,680	8,905
	$ 291,450	$ 291,099

6. BANK INDEBTEDNESS

The Regional Division has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime lending rate. The line of credit is secured by a borrowing bylaw and a general security agreement covering all assets of the division. There was no balance outstanding on the line of credit at August 31, 2004.

7. TRUST ASSETS AND LIABILITIES

Trust assets and liabilities represent cash that is held in trust by the Regional Division for the following:

	2004	2003
Scholarship Trusts	$ 16,787	$ 16,490

8. LONG-TERM DEBT

Debenture debt - supported

The debenture debt bears interest at rates varying between 7.6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt and accordingly working capital is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

8. LONG-TERM DEBT (Cont'd)

	Principal	Interest	Total
2004 - 2005	$ 492,834	$ 597,965	$ 1,090,799
2005 - 2006	492,834	550,628	1,043,462
2006 - 2007	481,368	503,292	984,660
2007 - 2008	470,118	457,222	927,340
2008 - 2009	470,118	412,248	882,366
2009 to maturity	3,950,716	1,864,672	5,815,388
	$ 6,357,988	**$ 4,386,027**	**$ 10,744,015**

Mortgages - unsupported

Mortgages - unsupported includes two mortgages with CIBC on properties purchased for use as administration offices. Both mortgages bear interest at the bank's prime lending rate; 3.75% as of August 31, 2004, and are secured by a general security agreement covering all assets of the Regional Division and specific charges against the purchased properties. Although extended repayment terms have been accepted by the bank, both mortgages are repayable on demand and accordingly the entire balance on each has been classified as a current liability. Details of the two mortgages are as follows:

	2004	2003
Mortgage #1, repayable in equal monthly principal payments in the amount of $888 plus interest, to April 1, 2005	$ 113,619	$ 125,235
Mortgage #2, repayable in equal monthly principal payments in the amount of $450 plus interest, to June 1, 2022	96,234	102,406
	209,853	227,641
Amounts included in current liabilities	209,853	227,641
	$ -	$ -

If the bank does not demand repayment sooner, principal payments due over the next five years and beyond would be as follows:

2004 - 2005	$ 16,048
2005 - 2006	16,048
2006 - 2007	16,048
2007 - 2008	16,048
2008 - 2009	16,048
2009 to maturity	129,613
	$ 209,853

8. LONG-TERM DEBT (Cont'd)

Capital Loan - unsupported

The capital loan - unsupported is comprised of a demand instalment loan with CIBC taken to finance renovations to the administration office. The loan bears interest at the bank's prime lending rate, 3.75% as of August 31, 2004, and is covered under the same security as the mortgages - unsupported. Although extended repayment terms have been accepted by the bank, because the loan is repayable on demand, the entire balance has been classified as a current liability. Details of the loan are as follows:

	2003	2003
Demand instalment loan, repayable in equal monthly principal payments in the amount of $4,834 plus interest, to August 1, 2007	$ 174,000	$ 232,000
Amount included in current liabilities	174,000	232,000
Long-term portion	$ -	$ -

If the bank does not demand payment sooner, principal payments due over the next four years will be as follows:

2005	$ 58,000
2006	58,000
2007	58,000
	$ 174,000

9. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent capital funds that have been received for qualifying projects and remain unexpended. Once spent on qualifying capital asset acquisitions, these allocations are transferred to unamortized capital allocations from where they are amortized to revenue on a basis consistent with the amortization of the capital asset that the allocation funded. Details of the changes are as follows:

	2004	2003
Balance beginning of year	**$ 1,160,369**	$ 5,937,288
Infrastructure capital funding received	**832,106**	2,442,324
Interest earned on unexpended funds	**8,030**	42,813
Transfers to unamortized capital allocations	**(1,156,075)**	(7,262,056)
Balance end of year	**$ 844,430)**	$ 1,160,369

10. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represents the net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the account. Details of the changes to the account are as follows:

	2004	2003
Balance beginning of year	**$ 34,439,310**	$ 28,628,629
Supported debenture principle payments	**492,834**	492,834
Transfers from deferred capital contribution	**1,156,075**	7,262,056
Amortization on related assets	**(2,209,194)**	(1,944,209)
Balance end of year	**$ 33,879, 025**	$ 34,439,310

11. SCHOOL GENERATED FUNDS

	2004	2003
Balance beginning of year	**$ 148,523**	$ 118,429
Funds generated for the year	**1,308,513**	851,109
Costs of generated funds	**(564,738)**	(385,187)
Donations received	**-**	-
	$ 892,298	$ 584,351
Funds expended in the year	**(651,335)**	(435,828)
Balance end of year	**$ 240,963**	$ 148,523

12. PENSIONS

The Regional Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $284,929 for the year ended August 31, 2004 ($158,103 - 2003).

13. BUDGET AND COMPARATIVE AMOUNTS

The budget was prepared by the Regional Division and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

14. COMMITMENTS AND CONTINGENCIES

a. Capital Projects

Projects approved for approximately $14,284,704 in 2004 are scheduled for completion between 2004 and 2006. Funding received to date is approximately $306,455 with the additional amounts to be received from Alberta Infrastructure as required. Projects scheduled for completion are as follows:

Projects pre-approved for completion dates between 2004 and 2006:

Okotoks Senior High School	$ 12,456,285
Okotoks Senior High - 6 Portables	700,196
Good Shepherd School and St. Mary's School mould remedial work	682,810
St. Anthony's School – 3 Portables	445,413
	$ 14,284,704

b. Contingent Asset

The Regional Division is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate

15. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Regional Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

School Jurisdiction Code 4208

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$25,738,884	$1,750,043	$23,988,841						
(2) Support block	$3,702,447				$2,311,867			$1,390,580	
(3) Instruction & support block reallocations	$0	($264,170)	$734,527		($470,357)			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$600,480	$0	$600,480						
(5) Student Health Initiative (SHI)	$128,601	$0	$128,601						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$787,000	$26,298	$752,067					$8,635	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$415,942	$0	$415,942	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$31,373,354	$1,512,171	$26,620,458	$0	$1,841,510			$1,399,215	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$178,539			$178,539					
(13) Operations & Maintenance support	$2,592,692			$2,592,692					
(14) Operations & Maintenance support (One-Time)	$69,729			$69,729					
(15) **Total Alberta Infrastructure Revenue**	$2,840,960			$2,840,960					
(16) **Alberta Finance**	$582,063			$582,063					$0
(17) **Other - Government of Alberta**	$238,091	$0	$231,291	$6,800	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$86,132	$0	$86,132	$0	$0			$0	$0
(22) **Instruction resource fees**	$412,009	$16,010	$395,999						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$46,490	$0	$5,676	$0	$40,814			$0	$0
(25) **Investment income**	$29,300	$0	$29,300	$0	$0			$0	$0
(26) **Gifts and donations**	$32,710	$0	$32,710	$0	$0				$0
(27) **Rentals of facilities**	$51,347		$0	$51,347	$0			$0	$0
(28) **Net school generated funds**	$651,335	$0	$651,335	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$4,627		$4,627	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$2,209,194		$0	$2,209,194	$0				$0
(31) **TOTAL REVENUES**	$38,557,612	$1,528,181	$28,057,528	$5,690,364	$1,882,324			$1,399,215	$0
EXPENSES									
(32) **Certificated salaries**	$17,095,644	$537,465	$16,336,295				$221,884	$221,884	$0
(33) **Certificated benefits**	$1,809,590	$53,345	$1,739,457				$16,788	$16,788	$0
(34) **Uncertificated salaries and wages**	$5,813,701	$472,850	$3,594,962	$1,162,626	$72,798	$48,826	$461,639	$510,465	$0
(35) **Uncertificated benefits**	$1,334,164	$70,864	$881,272	$248,304	$13,857	$25,410	$94,457	$119,867	$0
(36) **SUB - TOTAL**	$26,053,099	$1,134,524	$22,551,986	$1,410,930	$86,655	$74,236	$794,768	$869,004	$0
(37) **Services, contracts & supplies**	$8,115,528	$393,657	$4,268,800	$1,319,558	$1,795,669	$120,408	$217,436	$337,844	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$651,335	$0	$651,335	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$2,209,194	$0	$0	$2,209,194	$0		$0	$0	$0
(41) Unsupported	$807,000	$0	$792,052	$0	$0	$0	$14,948	$14,948	$0
(42) Total Amortization	$3,016,194	$0	$792,052	$2,209,194	$0	$0	$14,948	$14,948	$0
Interest on capital debt									
(43) Supported	$582,063	$0	$0	$582,063	$0		$0	$0	$0
(44) Unsupported	$16,612	$0	$2,311	$9,316	$0	$0	$4,985	$4,985	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$38,434,831	$1,528,181	$28,266,484	$5,531,061	$1,882,324	$194,644	$1,032,137	$1,226,781	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$122,781	$0	($208,956)	$159,303	$0			$172,434	$0

School Jurisdiction Code 4208

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$13,249,275	$1,736,478	$0	$1,055,156	$45,827	$249,559	$0	$16,336,295
Certificated benefits	$1,448,674	$153,158	$0	$106,547	$5,603	$25,475	$0	$1,739,457
Uncertificated salaries and wages	$305,812	$1,693,077	$0	$387,505	$775,975	$366,677	$65,916	$3,594,962
Uncertificated benefits	$83,534	$365,105	$0	$88,784	$232,313	$99,863	$11,673	$881,272
SUB - TOTAL REMUNERATION	$15,087,295	$3,947,818	$0	$1,637,992	$1,059,718	$741,574	$77,589	$22,551,986
Services, contracts & supplies	$3,638,771	$420,652	$0	$103,846	$40,113	$14,254	$51,164	$4,268,800
Cost recoveries & transfers	$0	$0	$0		$0	$0	$0	$0
Net school generated funds	$651,335							$651,335
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$792,052	$0	$0					$792,052
Total Amortization	$792,052	$0	$0					$792,052
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$2,311						$2,311
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$20,169,453	$4,370,781	$0	$1,741,838	$1,099,831	$755,828	$128,753	$28,266,484
FTE Certificated				19.2	1.0			
FTE Uncertificated				21.7	43.4			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$21,225,431	$1,732,392	$1,041,071	$734,527	$24,733,421	$20,552,669	$4,180,752
School Admin & Instruction Support Expenses						$4,370,781	($4,370,781)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$21,225,431	$1,732,392	$1,041,071	$734,527	$24,733,421	$24,923,450	($190,029)
Sub-Programs & Initiatives							
Severely Disabled	$1,000,974	$0	$0		$1,000,974	$1,099,831	($98,857)
English as a Second Language	$22,080				$22,080	$21,724	$356
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$125,239				$125,239		$125,239
Growth & Density	$261,606				$261,606		$261,606
Teacher Assistants Program	$111,935				$111,935	$150,863	($38,928)
Early Literacy Initiative (K-2)	$202,631				$202,631	$273,100	($70,469)
Learning Resources Credit & Resources for the Classroom	$50,124	$164,698	$395,999		$610,821	$791,787	($180,966)
Technology Integration	$215,380		$0		$215,380	$277,800	($62,420)
French Language Program & Francisation (all jurisdictions)	$24,454		$0		$24,454	$25,900	($1,446)
Home Education	$748,987		$0		$748,987	$702,029	$46,958
Total Sub-Programs & Initiatives	$2,763,410		$395,999		$3,324,107	$3,343,034	($18,927)
INSTRUCTION, GRADES 1-12	$23,988,841	$1,897,090	$1,437,070	$734,527	$28,057,528	$28,266,484	($208,956)

School Jurisdiction Code: 4208

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$25,523,504
Support Block - Transportation	$2,311,867
SUBTOTAL	$27,835,371
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$2,592,692
Teacher Salary Enhancement	$787,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$238,091
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$86,132
Other sales and services	$46,490
Interest on investments	$29,300
Rentals of facilities	$51,347
Gains on disposal of capital assets	$4,627
Amortization of capital allocations	$2,209,194
School generated funds (Schedule E)	$1,308,513
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$35,188,757**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.64%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,632,090
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,632,090**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,226,781
PLUS: transfers to Restricted - Operating (Board/System Administration)	$172,434
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,399,215
Maximum Expense Limit for Board & System Administration (Step 3)	$1,632,090
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$232,875

School Jurisdiction Code: 4208

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$148,523
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$1,308,513	
Less: SGF - related cost recoveries (Note 3)	$564,738	
- capitalized at the District level (Note 4)	$0	
Net Total	$743,775	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$743,775
Net SGF Available for discretionary spending		$892,298
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$651,335
Unexpended SGF - Closing Balance August 31, 2004		$240,963

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases, meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense, unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 4208

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$771,592	$263,765	$0	$0	$127,269	$1,162,626		$1,162,626
Uncertificated benefits	$166,851	$54,669	$0	$0	$26,784	$248,304		$248,304
Sub-total Remuneration	$938,443	$318,434	$0	$0	$154,053	$1,410,930		$1,410,930
Contracted Services	$63,894	$99,276	$0	$175,914	$1,588	$340,672		$340,672
Supplies	$110,678	$114,512	$0	$2,625	$26,920	$254,735		$254,735
Electricity			$347,099			$347,099		$347,099
Natural Gas/Heating Fuel			$249,529			$249,529		$249,529
Sewer and Water			$52,850			$52,850		$52,850
Telecommunications			$16,610			$16,610		$16,610
Insurance					$58,063	$58,063		$58,063
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$2,209,194	$2,209,194
Unsupported						$0		$0
Total Amortization						$0	$2,209,194	$2,209,194
Interest on capital debt								
Supported							$582,063	$582,063
Unsupported				$9,316		$0		$9,316
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,113,015	$532,222	$666,088	$187,855	$240,624	$2,739,804	$2,791,257	$5,531,061
SQUARE METRES								
School Buildings								47,217.9
Non School Buildings								1,012.6
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	26.4	4.8						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 4208

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Mary Stengler	1.0	$9,237	$1,897	$0			$11,134	$10,997
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Amber Link	1.0	$6,597	$4,132	$0			$10,729	$936
Name	Paul Andrew	1.0	$5,279	$4,088	$0			$9,367	$2,285
Name	Vijay Domingo	1.0	$5,279	$4,088	$0			$9,367	$4,027
Name	Rod Hertz	1.0	$5,279	$4,088	$0			$9,367	$937
Name	David Lunn	1.0	$5,279	$4,088	$0			$9,367	$1,233
Name	Ron Schreiber	1.0	$5,279	$2,976	$0			$8,255	$3,117
Name	Joanne Van Donzel	1.0	$6,597	$53	$0			$6,650	$5,568
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*8.0*	*$48,826*	*$25,410*	*$0*			*$74,236*	*$29,100*
Superintendent	Peter Doyle	1.0	$114,966	$9,504	$0	$0	$0	$124,470	$14,280
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Ken Power	0.8	$89,760	$7,960	$0	$0	$0	$97,720	$2,649
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Dennis Schneider	1.0	$94,272	$16,099	$0	$0	$0	$110,371	$6,096
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		278.8	$16,980,678	$1,800,086	$0	$0	$0	$18,780,764	
Uncertificated Salaries & Wages		204.5	$5,580,843	$1,284,695	$0	$0	$0	$6,865,538	
TOTALS			$22,909,345	$3,143,754	$0	$0	$0	$26,053,099	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 52

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

CLEARVIEW SCHOOL DIVISION #71
Legal Name of School Jurisdiction

4704 - 55 STREET STETTLER, AB T0C 2L2
Mailing Address

(403)742-3331 , (403)742-1388
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules CLEARVIEW SCHOOL DIVISION #71 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

KAREN HOLLOWAY	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

EGBERT STANG	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

GORDON MAJERAN	"ORIGINAL SIGNED"
Name	Signature

25-Nov-04
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 **FAX:** (780) 422-6996

AUDITORS' REPORT

To The Board of Trustees

Clearview School Division No. 71

We have audited the statement of financial position of the Clearview School Division No. 71 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Gitzel Krejci Dand Peterson
CHARTERED ACCOUNTANTS

Stettler, Alberta
November 17, 2004

School Jurisdiction Code: 52

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003 Restated
ASSETS			
Current assets			
Cash and temporary investments		$2,823,492	$7,040,458
Accounts receivable (net after allowances)		$2,057,363	$712,532
Prepaid expenses		$187,955	$193,898
Other current assets		$177,245	$185,269
Total current assets		$5,246,055	$8,132,157
School generated assets		$169,075	$206,549
Trust assets		$845,819	$980,503
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,237,696	$1,267,219
Buildings	$39,430,672		
Less: accumulated amortization	($13,929,701)	$25,500,971	$26,158,733
Equipment	$2,061,187		
Less: accumulated amortization	($654,876)	$1,406,311	$736,610
Vehicles	$5,501,079		
Less: accumulated amortization	($3,595,149)	$1,905,930	$1,910,020
Total capital assets		$30,050,908	$30,072,582
TOTAL ASSETS		$36,311,857	$39,391,791
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,163,578	$1,739,281
Deferred revenue		$322,980	$479,112
Deferred capital allocations		$152,323	$1,784,811
Current portion of all long term debt		$515,217	$531,859
Total current liabilities		$2,154,098	$4,535,063
School generated liabilities		$169,075	$206,549
Trust liabilities		$845,819	$980,503
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$4,640,896	$5,172,755
	Less: Current portion of supported debt	($515,217)	($531,859)
Unsupported:	Debentures and Capital Loans		$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$20,774,615	$20,344,843
Total long term liabilities		$25,915,188	$26,172,791
TOTAL LIABILITIES		$28,069,286	$30,707,854
NET ASSETS			
Unrestricted net assets		$1,504,600	$1,409,083
Operating Reserves		$1,654,804	$2,317,762
Accumulated Operating Surplus (Deficit)		$3,159,404	$3,726,845
Investment in capital assets		$4,635,396	$4,554,982
Capital Reserves		$447,771	$402,110
Total Capital Funds		$5,083,167	$4,957,092
Total net assets		$8,242,571	$8,683,937
TOTAL LIABILITIES AND NET ASSETS		$36,311,857	$39,391,791

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 52

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$18,567,941	$18,090,990	$18,907,774
Alberta Infrastructure	$2,137,937	$2,071,170	$2,016,680
Alberta Finance	$489,738	$510,000	$543,233
Other Government of Alberta	$231,257	$69,190	$125,496
Federal Government and/or First Nations	$1,652	$2,200	$1,652
Other Alberta school authorities	$97,693	$4,200	$9,231
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$181,835	$26,190	$174,891
Transportation fees	$13,160	$100,000	$13,300
Other sales and services	$385,198	$303,450	$384,652
Investment income	$117,594	$147,000	$162,663
Gifts and donations	$142,612	$21,270	$74,088
Rentals of facilities	$43,045	$38,000	$42,992
Net school generated funds	$201,575	$150,000	$152,829
Gains on disposal of capital assets	$0	$5,000	$0
Amortization of capital allocations	$1,013,047	$1,013,050	$1,036,079
Total Revenues	$23,624,284	$22,551,710	$23,645,560
EXPENSES			
Certificated salaries	$11,316,170	$11,186,700	$11,513,806
Certificated benefits	$1,240,861	$1,100,000	$1,274,786
Uncertificated salaries and wages	$4,298,213	$4,227,000	$4,190,811
Uncertificated benefits	$743,060	$688,020	$691,158
Services, contracts and supplies	$4,244,411	$4,277,260	$4,239,024
Net school generated funds	$201,575	$150,000	$152,829
Capital and debt services			
Amortization of capital assets			
Supported	$1,013,047	$1,013,050	$1,036,080
Unsupported	$518,575	$519,340	$570,030
Total Amortization of capital assets	$1,531,622	$1,532,390	$1,606,110
Interest on capital debt			
Supported	$489,738	$510,000	$543,233
Unsupported	$0	$0	$0
Total Interest on capital debt	$489,738	$510,000	$543,233
Other interest charges	$0	$0	$9,520
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$24,065,650	$23,671,370	$24,221,277
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($441,366)	($1,119,660)	($575,717)
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($441,366)	($1,119,660)	($575,717)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 52

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($441,366)	($575,717)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,013,047)	($1,036,079)
Total amortization expense	$1,531,622	$1,606,110
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$9,520
Changes in accrued accounts:		
Accounts receivable	($1,344,831)	($177,880)
Prepaids and other current assets	$13,967	$42,993
Long term accounts receivable	$0	$2,138,155
Long term investments	$0	
Payables and accrued liabilities	($575,703)	($1,341,492)
Deferred revenue	($156,132)	$0
Employee future benefits	$0	$0
Other (describe)		$0
Total sources (uses) of cash from Operations	($1,985,490)	$665,610
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($2,070,757)	($7,569,695)
Equipment	($805,743)	($46,047)
Vehicles	($348,294)	$0
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($3,224,794)	($7,615,742)
C. FINANCING ACTIVITIES		
Capital allocations received	$993,318	$182,241
Issue of long term debt	$0	$0
Repayment of long term debt	($531,859)	($566,707)
Add back: supported portion	$531,859	$566,708
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$993,318	$182,242
Net sources (uses) of cash equivalents* during year	($4,216,966)	($6,767,890)
Cash Equivalents at the beginning of the year	$7,040,458	$13,808,348
Cash Equivalents at the end of the year	$2,823,492	$7,040,458

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 52

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$8,683,937	$4,554,982	$1,409,083	$2,719,872	$1,162,736	$0	$916,948	$0	$119,572	$0	$118,506	$402,110	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$8,683,937	$4,554,982	$1,409,083	$2,719,872	$1,162,736	$0	$916,948	$0	$119,572	$0	$118,506	$402,110	$0	$0
Surplus(def) of revenue over expenses	($441,366)		($441,366)											
Board funded capital transactions		$598,989	($598,989)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($1,531,622)	$1,531,622											
Amortization of capital allocations		$1,013,047	($1,013,047)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($215,372)	$215,372	$209,815		$0		$5,557		$0		$0	
Net transfers from operating reserves			$878,330	($878,330)	($688,882)		($72,259)		$0		($117,189)		$0	
Net transfers to capital reserves			($354,176)	$354,176		$0		$0		$0		$354,176		$0
Net transfers from capital reserves			$308,515	($308,515)		$0		$0		$0		($308,515)		$0
Balance at August 31, 2004	$8,242,571	$4,635,396	$1,504,600	$2,102,575	$683,669	$0	$844,689	$0	$125,129	$0	$1,317	$447,771	$0	$0

School Jurisdiction Code: 52

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)

for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$1,784,811	$20,344,843
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$987,083	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$6,235	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$531,859
Expended capital allocations - current year		($2,625,806)	$2,625,806
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$1,714,846
Capital allocations amortized to revenue			$1,013,047
Balance at August 31, 2004		$152,323	$20,774,615

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2004

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The School Division receives block allocations for instruction and support under Regulation 77/2003. The Regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are the representations of management prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements for a period necessarily involves the use of estimates which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of significant accounting policies summarized below:

a. Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted donations are recognized as revenue when received or receivable. Donations in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

b. Inventories

Inventories are recorded at the lower of cost and net realizable value.

c. Capital Assets

Capital assets are recorded at cost less accumulated amortization. Amortization is provided so as to amortize the cost of the asset over its useful life. The rates of amortization are as follows:

Buildings - 2.5%-4% straight line
Equipment - 20% straight line
Vehicles - 10%-20% straight line

Only capital assets with costs in excess of $5,000 are capitalized.

d. School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s). These funds are usually collected and retained at the school for expenditures paid at the school level.

e. Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff.

The school division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contribution of $151,896 for the year ended August 31, 2004. At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410,987,000 (2002 deficiency of $444,980,000).

f. Contributed Services

Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

g. Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h. Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable, deferred revenues and debenture debt. It is management's opinion that the division is not exposed to significant interest, currency or credit risks arising from these financial instruments and that their fair values approximate their carrying values, unless otherwise noted. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

i. Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. ACCOUNTS RECEIVABLE

	2004 $	2003 $
Provincial government	1,859,449	430,179
Federal government	80,568	229,176
Other	17,346	53,177
	2,057,363	712,532

4. ACCOUNTS PAYABLE AND ACCRUALS

	2004 $	2003 $
Province of Alberta	15,138	24,257
Accrued interest on debenture	167,011	186,675
Accrued vacation pay and early retirement	93,087	57,159
Other trade payables and accrued liabilities	888,342	1,471,190
	1,163,578	1,739,281

CLEARVIEW SCHOOL DIVISION #71

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2004

5. DEFERRED REVENUE

	2004 $	2003 $
IMP block funding	197,618	287,508
Technology integration funding	-	46,504
AISI funding	47,774	10,391
Other	77,588	134,709
	322,980	479,112

6. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the jurisdictions, but the related expenditure has not yet been made at year-end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account.

7. LONG-TERM DEBT

The School Division has issued debentures to the Alberta Municipal Finance Corporation to finance construction of school buildings. Debentures mature from 2005 to 2020 and interest rates vary from 6.625% to 12%.

	2004 $	2003 $
Debenture debt	4,640,896	5,172,755
Due within one year	515,217	531,859
	4,125,679	4,640,896

Principal repayments required in each of the next five fiscal years are as follows:

	$
2005 -	515,217
2006 -	514,046
2007 -	514,046
2008 -	435,217
2009 -	395,742
2010 to maturity -	2,266,628

7. LONG-TERM DEBT - continued

The School Division's debentures are supported by payments from Alberta Finance. These support payments are not recorded as receivables before they are due. The effect of recording the corresponding debenture debt due within one year is to understate the working capital by the current portion of the debenture debt.

8. TRUST LIABILITIES

	2004 $	2003 $
SHIP funds	577,103	789,627
Endowment funds for scholarships	268,716	190,876
	845,819	980,503

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debentured capital funds, as the principal is repaid.

10. ECONOMIC DEPENDENCE

The school division's primary source of income is from the Alberta government. The Division's ability to continue viable operations is dependent on this funding.

11. RELATED PARTY TRANSACTIONS

During the year the school division entered into transactions with related parties as follows:

a) The School Division received funding for operations from the Alberta government in the amount of $21,426,873 (2003-$21,593,183). In addition, Alberta government funding for capital projects totalled $937,033 (2003-$NIL).

b) The School Division has debenture debt in the amount of $4,640,896 (2003 – $5,172,755) payable to the provincial government and the principal payments are supported through provincial government funding.

c) The Alberta Teachers' Retirement Fund pension plan payments are paid by the provincial government directly to the plan on behalf of the division. The amount of these payments has not been disclosed to the division.

12. COMMITMENTS

Photocopier Leases - The School Division was committed to several photocopier leases as at August 31, 2004. The total lease payments including service contracts for these items in 2004 was $108,438.

13. BUDGET AMOUNTS

The budget was prepared by the School jurisdiction management with Board of Trustees approval given on December 18, 2003. It is presented for information purposes only and has not been audited.

14. CONTINGENCIES

The School Division is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

15. COMPARATIVE FIGURES

Certain comparative figures have been restated to reclassify SHIP funds as a trust fund.

School Jurisdiction Code: 52

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration: Board Governance	Board & System Administration: System Administration	Board & System Administration: Total Board & System Admin	External Services
Alberta Learning allocations									
(1) Instruction block	$14,021,416	$516,085	$13,505,331						
(2) Support block	$3,091,480				$2,073,960			$1,017,520	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	
(4) Alberta Initiative for School Improvement (AISI)	$283,596	$0	$283,596						
(5) Student Health Initiative (SHI)	$80,661	$0	$65,512						$15,149
(6) Supernet Access	$0							$0	
(7) Teacher Salary Enhancement (TSE)	$650,000	$0	$642,600					$7,400	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$440,788	$0	$440,788		$0			$0	$0
(11) **Total Alberta Learning Revenue**	$18,567,941	$516,085	$14,937,827	$0	$2,073,960			$1,024,920	$15,149
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$220,611			$220,611					
(13) Operations & Maintenance support	$1,917,326			$1,917,326					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$2,137,937			$2,137,937					
(16) **Alberta Finance**	$489,738			$489,738					$0
(17) **Other - Government of Alberta**	$231,257	$0	$206,984	$3,047	$0			$0	$21,226
(18) **Federal Government and/or First Nations**	$1,852	$0		$1,852	$0			$0	$0
(19) **Other Alberta school authorities**	$97,693	$0	$15,806	$0	$81,887			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$181,835	$6,455	$175,380						
(23) **Transportation fees**	$13,160				$13,160				
(24) **Other sales and services**	$385,198	$182	$266,161	$5,317	$108,789			$4,739	$0
(25) **Investment income**	$117,594	$0	$111,025	$0	$0			$6,569	$0
(26) **Gifts and donations**	$142,612	$781	$126,081	$15,750	$0				$0
(27) **Rentals of facilities**	$43,045		$1,090	$41,955	$0			$0	$0
(28) **Net school generated funds**	$201,575	$0	$201,575	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$1,013,047		$40,717	$972,330	$0				$0
(31) **TOTAL REVENUES**	$23,624,284	$523,503	$16,082,646	$3,667,766	$2,277,796			$1,036,198	$36,375
EXPENSES									
(32) **Certificated salaries**	$11,316,170	$313,824	$10,814,556				$187,717	$187,717	$73
(33) **Certificated benefits**	$1,240,861	$36,853	$1,182,216				$21,787	$21,787	$5
(34) **Uncertificated salaries and wages**	$4,298,213	$85,655	$1,841,246	$780,342	$1,174,808	$62,304	$339,448	$401,752	$14,410
(35) **Uncertificated benefits**	$743,060	$8,549	$356,870	$164,107	$123,994	$16,990	$68,988	$85,978	$3,562
(36) **SUB - TOTAL**	$17,598,303	$444,881	$14,194,888	$944,449	$1,298,802	$79,294	$617,940	$697,234	$18,050
(37) **Services, contracts & supplies**	$4,244,411	$45,880	$1,842,157	$1,285,617	$742,007	$32,975	$277,450	$310,425	$18,325
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$201,575	$0	$201,575	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1,013,047	$0	$40,717	$972,330			$0	$0	$0
(41) Unsupported	$518,575	$0	$93,525	$47,891	$354,176	$0	$22,983	$22,983	$0
(42) Total Amortization	$1,531,622	$0	$134,242	$1,020,221	$354,176	$0	$22,983	$22,983	$0
Interest on capital debt									
(43) Supported	$489,738	$0	$0	$489,738	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0		$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$24,065,650	$490,761	$16,372,862	$3,740,025	$2,394,985	$112,269	$918,373	$1,030,642	$36,375
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	($441,366)	$32,742	($290,216)	($72,259)	($117,189)			$5,556	$0

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$9 326 362	$632 156	$79 157	$289 407	$306 519	$180 955	$0	$10 814 556
Certificated benefits	$1 036 677	$60 387	$8 772	$30 143	$26 565	$19 672	$0	$1 182 216
Uncertificated salaries and wages	$569 976	$318 227	$78 211	$29 164	$674 490	$14 740	$156 438	$1 841 246
Uncertificated benefits	$85 861	$68 885	$20 241	$3 697	$136 601	$3 500	$38 085	$356 870
SUB - TOTAL REMUNERATION	$11 018 876	$1 079 655	$186 381	$352 411	$1 144 175	$218 867	$194 523	$14 194 888
Services, contracts & supplies	$1 508 377	$119 504	$57 420	$2 934	$71 400	$64 729	$17 793	$1 842 157
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$201 575							$201 575
Amortization of capital assets								
Supported	$40 717		$0					$40 717
Unsupported	$93 525	$0	$0					$93 525
Total Amortization	$134 242	$0	$0					$134 242
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$12 863 070	$1 199 159	$243 801	$355 345	$1 215 575	$283 596	$212 316	$16 372 862
FTE Certificated				3.7	4.2			
FTE Uncertificated				1.9	36.2			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$11 243 185	$1 377 671	$969 439	$0	$13 590 295	$13 054 941	$535 354
School Admin & Instruction Support Expenses						$1 199 159	($1 199 159)
System Instruction Support Expenses						$243 801	($243 801)
Total Basic Instruction	$11 243 185	$1 377 671	$969 439	$0	$13 590 295	$14 497 901	($907 606)
Sub-Programs & Initiatives							
Severely Disabled	$728 815	$17 901	$0		$746 716	$1 215 575	($468 859)
English as a Second Language	$131 008				$131 008	$121 250	$9 758
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$1 065 272				$1 065 272		$1 065 272
Growth & Density	$9 435				$9 435		$9 435
Teacher Assistants Program	$49 702				$49 702	$49 702	$0
Early Literacy Initiative (K-2)	$100 069				$100 069	$63 533	$36 536
Learning Resources Credit & Resources for the Classroom	$14 325	$36 924	$175 380		$226 629	$261 381	($34 752)
Technology Integration	$155 536		$0		$155 536	$155 536	$0
French Language Program & Francisation (all jurisdictions)	$3 412		$0		$3 412	$3 412	$0
Home Education	$4 572		$0		$4 572	$4 572	$0
Total Sub-Programs & Initiatives	$2 262 146		$175 380		$2 492 351	$1 874 961	$617 390
INSTRUCTION, GRADES 1-12	$13 505 331	$1 432 496	$1 144 819	$0	$16 082 646	$16 372 862	($290 216)

School Jurisdiction Code: 52

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$13,865,880
Support Block - Transportation	$2,073,960
SUBTOTAL	$15,939,840
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$1,917,326
Teacher Salary Enhancement	$650,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$231,257
Federal government/First Nations	$1,652
Other Alberta school authorities	$97,693
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$385,198
Interest on investments	$117,594
Rentals of facilities	$43,045
Gains on disposal of capital assets	$0
Amortization of capital allocations	$1,013,047
School generated funds (Schedule E)	$547,732
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$20,944,384**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**5.74%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,202,208
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,202,208**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,030,642
PLUS: transfers to Restricted - Operating (Board/System Administration)	$5,557
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,036,199
Maximum Expense Limit for Board & System Administration (Step 3)	$1,202,208
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$166,009

School Jurisdiction Code: 52

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$206,549
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$547,732	
Less: SGF - related cost recoveries (Note 3)	$396,692	
- capitalized at the District level (Note 4)	$0	
Net Total	$151,040	
Plus: Donations Received (Note 5)	$13,061	
Equals: Net Additions to SGF		$164,101
Net SGF Available for discretionary spending		$370,650
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$201,575
Unexpended SGF - Closing Balance August 31, 2004		$169,075

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash, gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 52

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$558,547	$106,146	$0	$0	$115,649	$780,342		$780,342
Uncertificated benefits	$127,956	$22,991	$0	$0	$13,160	$164,107		$164,107
Sub-total Remuneration	$686,503	$129,137	$0	$0	$128,809	$944,449		$944,449
Contracted Services	$18,378	$91,604	$0	$220,611	$2,621	$333,214		$333,214
Supplies	$82,218	$77,130	$0	$0	$10,124	$169,472		$169,472
Electricity			$431,738			$431,738		$431,738
Natural Gas/Heating Fuel			$249,895			$249,895		$249,895
Sewer and Water			$36,108			$36,108		$36,108
Telecommunications			$0			$0		$0
Insurance					$65,190	$65,190		$65,190
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$972,330	$972,330
Unsupported						$47,891		$47,891
Total Amortization						$47,891	$972,330	$1,020,221
Interest on capital debt								
Supported							$489,738	$489,738
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$787,099	$297,871	$717,741	$220,611	$206,744	$2,277,957	$1,462,068	$3,740,025
SQUARE METRES								
School Buildings								38,561.3
Non School Buildings								2,900.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 52

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	KAREN HOLLOWAY	1.0	$14,388	$1,807	$0			$16,195	$8,928
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	KEN CHECKEL	1.0	$8,376	$3,129	$0			$11,505	$6,330
Name	DAVE ELLIS	1.0	$6,910	$3,013	$0			$9,923	$3,307
Name	JOHN SCHOFER	1.0	$5,170	$2,962	$0			$8,132	$2,964
Name	PATTY DITTRICK	1.0	$14,252	$1,736	$0			$15,988	$4,533
Name	RUTH MARHALL	1.0	$6,154	$1,297	$0			$7,451	$2,798
Name	YVETTE CASSIDY	1.0	$7,054	$3,046	$0			$10,100	$4,115
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.0*	*$62,304*	*$16,990*	*$0*			*$79,294*	*$32,975*
Superintendent	EGBERT STANG	1.0	$108,166	$8,750	$0	$0	$0	$116,916	$14,505
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	GORDON MAJERAN	1.0	$86,409	$14,982	$0	$0	$0	$101,391	$6,426
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		160.0	$11,208,004	$1,232,111	$0	$0	$0	$12,440,115	
Uncertificated Salaries & Wages		211.5	$4,149,500	$711,088	$0	$0	$0	$4,860,588	
TOTALS			**$15,614,383**	**$1,983,921**	**$0**	**$0**	**$0**	**$17,598,304**	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e. retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 4330

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

East Central Alberta Catholic Separate Schools Regional Division No. 16
Legal Name of School Jurisdiction

223 - 10 Street, Wainwright, Alberta T9W 1N7
Mailing Address

Phone (780) 842-3992 Fax (780) 842-5322
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules East Central Alberta Catholic Separate Schools Regional Division No. 16 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Myron Ganser	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Valerie Burgardt	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Iveta Paulik	"ORIGINAL SIGNED"
Name	Signature

November 29, 2004
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

MNP
MEYERS NORRIS PENNY LLP

AUDITORS' REPORT

To the Board of Trustees
East Central Alberta Catholic Separate Schools Regional Division No. 16

We have audited the statement of financial position of the East Central Alberta Catholic Separate Schools Regional Division No. 16 as at August 31, 2004 and the related statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The financial statements as at and for the year ended August 31, 2003 were audited by other auditors, who expressed an opinion without reservation on these statements in their report dated October 30, 2003.

Meyers Norris Penny LLP

Chartered Accountants

Wainwright, Alberta
November 8, 2004

an independent member of
BAKER TILLY
INTERNATIONAL

CHARTERED ACCOUNTANTS & BUSINESS ADVISORS
711 - 10TH ST., WAINWRIGHT, AB T9W 1P3
1-877-500-0763 PH. (780) 842-4171 FAX (780) 842-4169 www.mnp.ca

School Jurisdiction Code: 4330

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$3,242,480	$921,801
Accounts receivable (net after allowances)		$3,473,844	$4,279,003
Prepaid expenses		$96,410	$198,296
Other current assets		$0	
Total current assets		$6,812,734	$5,399,100
School generated assets		$186,282	$272,192
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$49,698	$49,698
Buildings	$17,873,318		
Less: accumulated amortization	($3,342,534)	$14,530,784	$11,968,140
Equipment	$73,817		
Less: accumulated amortization	($10,161)	$63,656	$73,817
Vehicles	$212,400		
Less: accumulated amortization	($185,330)	$27,070	$34,810
Total capital assets		$14,671,208	$12,126,465
TOTAL ASSETS		$21,670,224	$17,797,757
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,891,000	$1,210,809
Deferred revenue		$646,009	$675,470
Deferred capital allocations		$1,370,761	$1,024,522
Current portion of all long term debt		$232,564	$256,955
Total current liabilities		$4,140,335	$3,167,756
School generated liabilities		$186,282	$272,192
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$1,050,884	$1,307,838
Less: Current portion of supported debt		($232,564)	($256,955)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$12,612,774	$9,819,731
Total long term liabilities		$13,617,376	$11,142,806
TOTAL LIABILITIES		$17,757,710	$14,310,562
NET ASSETS			
Unrestricted net assets		$1,099,693	$929,376
Operating Reserves		$1,233,971	$1,057,021
Accumulated Operating Surplus (Deficit)		$2,333,664	$1,986,397
Investment in capital assets		$1,007,568	$998,916
Capital Reserves		$571,282	$501,882
Total Capital Funds		$1,578,850	$1,500,798
Total net assets		$3,912,514	$3,487,195
TOTAL LIABILITIES AND NET ASSETS		$21,670,224	$17,797,757

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 4330

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004 Restated	Actual 2003
REVENUES			
Alberta Learning	$15,286,202	$14,825,952	$16,629,178
Alberta Infrastructure	$1,256,419	$1,007,816	$1,386,655
Alberta Finance	$134,352	$150,000	$162,241
Other Government of Alberta	$6,899	$0	$2,044
Federal Government and/or First Nations	$0	$0	$620
Other Alberta school authorities	$0	$0	
Out of province authorities	$0	$0	
Alberta Municipalities	$0	$0	
Instruction resource fees	$108,639	$125,832	$112,110
Transportation fees	$8,586	$9,000	$10,650
Other sales and services	$742,991	$0	$378,975
Investment income	$29,004	$10,000	$41,241
Gifts and donations	$2,556	$0	$0
Rentals of facilities	$0	$0	$0
Net school generated funds	$689,841	$204,000	$498,921
Gains on disposal of capital assets	$23,866	$0	$0
Amortization of capital allocations	$316,329	$260,000	$316,087
Total Revenues	$18,605,682	$16,592,600	$19,538,722
EXPENSES			
Certificated salaries	$9,795,941	$9,484,230	$9,868,260
Certificated benefits	$980,728	$1,037,384	$996,180
Uncertificated salaries and wages	$1,714,810	$1,624,021	$1,874,609
Uncertificated benefits	$376,675	$407,321	$376,004
Services, contracts and supplies	$4,163,593	$4,068,169	$4,800,268
Net school generated funds	$689,841	$204,000	$498,921
Capital and debt services			
Amortization of capital assets			
Supported	$316,329	$320,000	$316,087
Unsupported	$70,696	$60,000	$60,022
Total Amortization of capital assets	$387,025	$380,000	$376,109
Interest on capital debt			
Supported	$134,352	$135,000	$162,241
Unsupported	$0	$0	$0
Total Interest on capital debt	$134,352	$135,000	$162,241
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$18,242,965	$17,340,125	$18,952,592
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$362,717	($747,525)	$586,130
Unrestricted revenues used for capital purposes		$0	$76,257
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$362,717	($747,525)	$662,387

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 4330

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$362,717	$662,387
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($316,329)	($316,087)
Total amortization expense	$387,025	$376,109
Gains on disposal of capital assets	($23,866)	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$805,159	($1,183,033)
Prepaids and other current assets	$101,886	($60,842)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$680,191	$510,500
Deferred revenue	($29,461)	($255,193)
Employee future benefits	$0	$0
Other (describe) Allocations not received in cash	$2,611,452	$2,981,212
Total sources (uses) of cash from Operations	$4,578,775	$2,715,053
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($2,999,038)	($6,164,385)
Equipment		($73,817)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$69,400	$0
Other (describe)		($463,399)
Total sources (uses) of cash from Investing activities	($2,929,638)	($6,701,601)
C. FINANCING ACTIVITIES		
Capital allocations received	$3,282,995	$5,109,017
Issue of long term debt	$0	$0
Repayment of long term debt	($256,954)	($284,048)
Add back: supported portion	$256,954	$284,048
Other (describe) Allocations not received in cash	($2,611,452)	($2,981,212)
Total sources (uses) from Financing activities	$671,542	$2,127,805
Net sources (uses) of cash equivalents* during year	$2,320,679	($1,858,743)
Cash Equivalents at the beginning of the year	$921,801	$2,780,544
Cash Equivalents at the end of the year	$3,242,480	$921,801

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

School Jurisdiction Code 4330

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$3 487 195	$998 916	$929 376	$1 558 903	$759 034	$461 882	$69 478	$0	$219 419	$0	$9 090	$40 000	$0	$0
Prior period adjustments (describe)														
Change in classification of reserves (see Note 14)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$3 487 195	$998 916	$929 376	$1 558 903	$759 034	$461 882	$69 478	$0	$219 419	$0	$9 090	$40 000	$0	$0
Surplus(def) of revenue over expenses	$362 717		$362 717											
Board funded capital transactions		$62 280	($62 280)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($387 025)	$387 025											
Amortization of capital allocations		$316 329	($316 329)											
Disposal of unsupported capital assets	$45 534	$0	($23 866)	$69 400		$69 400		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$17 068	$17 068	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($176 950)	$176 950	$11 937		$112 529		$52 484		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$3 912 514	$1 007 568	$1 099 693	$1 805 253	$770 971	$531 282	$182 007	$0	$271 903	$0	$9 090	$40 000	$0	$0

School Jurisdiction Code: 4330

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$1,024,522	$9,819,731
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$705,023	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$62,924	
Interest earned on provincial government capital allocations		$12,387	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$45,600	
Insurance proceeds		$2,457,060	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$256,954
Expended capital allocations - current year		($2,936,756)	$2,936,756
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$84,339
Capital allocations amortized to revenue			$316,329
Balance at August 31, 2004		$1,370,761	$12,612,774

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2004

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3. It is not taxable under Section 149(1) of the *Income Tax Act*.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings - 2.5 to 10%
Equipment - 10 to 20%
Vehicles - 10%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit

e) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

f) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

g) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, school generated assets and liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs such as kindergarten, lunch services and the raising of school generated funds are delivered. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year. The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teacher Pension Plan Act, the East Central Alberta Catholic Separate Schools Regional Division No. 16 does not make pension contributions for certificated staff.

3. CASH	**2004**	**2003**
Cash	$ 3,242,480	$ 921,801
Investments	-	-
	$ 3,242,480	$ 921,801

4. ACCOUNTS RECEIVABLE	**2004**	**2003**
Provincial government grants	$ 560,166	$ 733,161
Federal government	123,676	301,788
Alberta municipalities	201,413	123,216
Other accounts receivable	2,588,588	3,120,838
	$ 3,473,844	$ 4,279,003

5. CAPITAL ASSETS	Cost	Accumulated Amortization	Net Book Value **2004**	Net Book Value **2003**
Land	$ 49,698	$ —	$ 49,698	$ 49,698
Buildings	17,873,318	3,342,534	14,530,784	11,968,140
Equipment	73,817	10,161	63,656	73,817
Vehicles	212,400	185,330	27,070	34,810
	$ 18,209,233	$ 3,538,025	$ 14,671,208	$ 12,126,465

6. DEFERRED REVENUE

	2004	2003
Infrastructure Maintenance Program	$ 363,262	$ 338,652
Modernization block	73,277	148,777
Alberta Initiative for School Improvement	69,011	---
One time grant	107,885	---
Infrastructure one time grant	---	153,123
Other	32,574	34,918
	$ 646,009	$ 675,470

7. LONG TERM DEBT

The debenture debt bears interest at rates varying between 8.5% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Interest paid on long term debt during 2004 was $134,352. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2004-2005	$ 232,564	$ 108,575	$ 341,139
2005-2006	232,564	84,849	317,413
2006-2007	232,564	61,123	293,687
2007-2008	193,405	37,397	230,802
2008-2009	109,787	17,440	127,227
2009-2010	50,000	5,368	55,368
	$ 1,050,884	$ 314,752	$ 1,365,636

8. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent, as well as fully-supported debentured capital funds, as the principal is repaid.

	2004	2003
Opening balance	$ 9,819,731	$ 3,285,848
Debenture principal repaid	256,955	284,048
Amortization for the year	(316,329)	(316,087)
Net capital allocations	2,852,417	6,565,922
	$ 12,612,774	$ 9,819,731

9. OPERATING RESERVES

	Opening	Transfer to Reserve	Transfer from Reserve	Closing
Schools	$ 759,034	$ 345,001	$ (333,065)	$ 770,970
Administration	219,419	52,484	---	271,903
Operations/maintenance	69,478	112,529	---	182,007
Transportation	9,090	---	---	9,090
	$ 1,057,021	$ 510,015	$ (333,065)	$ 1,233,971

10. CAPITAL RESERVES

	Opening	Transfer to Reserve	Transfer from Reserve	Closing
Buildings	$ 233,000	$ 69,400	$ ---	$ 302,400
Equipment	228,882	---	---	228,882
Vehicles	40,000	---	---	40,000
	$ 501,882	$ 69,400	$ ---	$ 571,282

11. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

12. OPERATING LEASE COMMITMENTS

a) Christ-King School

The jurisdiction is committed to lease school space until August 1, 2006 with 2 three year options to renew the lease agreement. The annual payment of $54,800 is supported by Alberta Infrastructure.

b) Office space

The jurisdiction is committed to lease office space in the amount of $21,853 per year. The lease expires on March 1, 2005 with an option to renew this lease for a period of 2 years under the same terms and conditions.

13. COMPARATIVE FIGURES

The budget 2004 and the actual 2003 comparative figures have been reclassified where necessary to conform to actual 2004 presentation.

14. PRIOR PERIOD ADJUSTMENTS

a) Reserves

Supported School Capital Reserves (2003 - $461,882) have been decreased to $0 and as a result of restatement regarding the nature of these reserves, the Unsupported School Capital Reserves have been increased to $461,882.

b) Statement of Cash Flows

On the statement of cash flows, 2003 total sources of cash from financing activities has been reduced by $2,900,043 to recognize that capital allocations in this amount were receivable at year-end, and had not yet been received in cash. Total 2003 sources of cash from financing activities has also been reduced by $81,169 to recognize that capital allocations in this amount were transferred from deferred revenue during the year, and this was therefore a non-cash transaction.

These changes resulted in an increase in 2003 total sources of cash from operating activities by $2,981,212. They had no effect on net uses of cash or cash balances in 2003.

15. CONTINGENCIES

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

Contingent Liability

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

16. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The East Central Alberta Catholic Separate Schools Regional Division No. 16's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

School Jurisdiction Code 4330

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration: Board Governance	Board & System Administration: System Administration	Board & System Administration: Total Board & System Admin	External Services
Alberta Learning allocations									
(1) Instruction block	$13 365 894	$200 915	$13 164 979						
(2) Support block	$842 998				$32 466			$810 532	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$343 309	$0	$343 309						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$567 000	$0	$554 132					$12 868	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$167 001	$0	$163 909	$0	$0			$3 092	$0
(11) **Total Alberta Learning Revenue**	$15 286 202	$200 915	$14 226 328	$0	$32 466			$826 492	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$128 362			$128 362					
(13) Operations & Maintenance support	$974 934			$974 934					
(14) Operations & Maintenance support (One-Time)	$153 123			$153 123					
(15) **Total Alberta Infrastructure Revenue**	$1 256 419			$1 256 419					
(16) **Alberta Finance**	$134 352			$134 352					$0
(17) **Other - Government of Alberta**	$6 899	$0	$6 899	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$108 639	$0	$108 639						
(23) **Transportation fees**	$8 586				$8 586				
(24) **Other sales and services**	$742 991	$0	$95 063	$639 469				$8 459	$0
(25) **Investment income**	$29 004	$0	$0	$0	$0			$29 004	$0
(26) **Gifts and donations**	$2 556	$0	$2 556	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$689 841	$0	$689 841	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$23 866		$0	$23 866	$0			$0	$0
(30) **Amortization of capital allocations**	$316 329		$0	$316 329	$0				$0
(31) **TOTAL REVENUES**	$18 605 682	$200 915	$15 129 326	$2 370 435	$41 052			$863 955	$0
EXPENSES									
(32) **Certificated salaries**	$9 795 941	$106 181	$9 473 496				$216 264	$216 264	$0
(33) **Certificated benefits**	$980 728	$12 878	$951 689				$16 161	$16 161	$0
(34) **Uncertificated salaries and wages**	$1 714 810	$49 352	$1 206 918	$173 799	$23 112	$26 250	$235 378	$261 628	$0
(35) **Uncertificated benefits**	$376 675	$11 526	$268 821	$38 760	$1 479	$17 196	$38 892	$56 088	$0
(36) **SUB - TOTAL**	$12 868 154	$179 938	$11 900 924	$212 559	$24 591	$41 446	$508 695	$550 141	$0
(37) **Services, contracts & supplies**	$4 163 593	$8 444	$2 331 714	$1 507 844	$54 262	$34 855	$226 474	$261 329	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$679 841	$0	$689 841	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$316 329	$0	$0	$316 329			$0	$0	$0
(41) Unsupported	$70 696	$0	$0	$62 956	$7 740	$0	$0	$0	$0
(42) Total Amortization	$387 025	$0	$0	$379 285	$7 740	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$134 352	$0	$0	$134 352	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$18 242 965	$188 382	$14 922 479	$2 234 040	$86 593	$78 301	$733 170	$811 470	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$362 717	$12 533	$206 847	$136 395	($45 542)			$52 484	$0

School Jurisdiction Code: 4330

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$7,813,562	$742,196		$481,387	$300,870	$135,481	$0	$9,473,496
Certificated benefits	$787,361	$76,812		$50,583	$29,091	$7,842	$0	$951,689
Uncertificated salaries and wages	$205,484	$575,120	$0	$69,940	$289,726	$66,648	$0	$1,206,918
Uncertificated benefits	$43,795	$129,911	$0	$15,607	$64,594	$14,914	$0	$268,821
SUB - TOTAL REMUNERATION	$8,850,202	$1,524,039	$0	$617,516	$684,282	$224,885	$0	$11,900,924
Services, contracts & supplies	$1,754,891	$267,743		$106,402	$81,113	$121,566	$0	$2,331,714
Cost recoveries & transfers		$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$689,841							$689,841
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$11,294,934	$1,791,781	$0	$723,918	$765,395	$346,451	$0	$14,922,479
FTE Certificated				7.8	4.4			
FTE Uncertificated				3.0	13.4			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$11,530,344	$997,341	$794,358	$0	$13,322,044	$11,706,036	$1,616,008
School Admin & Instruction Support Expenses						$1,791,781	($1,791,781)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$11,530,344	$997,341	$794,358	$0	$13,322,044	$13,497,817	($175,774)
Sub-Programs & Initiatives							
Severely Disabled	$593,658	$9,871	$0		$603,529	$765,395	($161,866)
English as a Second Language	$12,512				$12,512	$15,021	($2,509)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$283,998				$283,998		$283,998
Growth & Density	$12,984				$12,984		$12,984
Teacher Assistants Program	$52,675				$52,675	$27,368	$25,307
Early Literacy Initiative (K-2)	$88,414				$88,414	$104,436	($16,022)
Learning Resources Credit & Resources for the Classroom	$21,789	$54,138	$108,639		$184,566	$184,566	$0
Technology Integration	$117,216		$0		$117,216	$97,838	$19,378
French Language Program & Francisation (all jurisdictions)	$2,246		$0		$2,246	$2,246	$0
Home Education	$449,142		$0		$449,142	$227,792	$221,350
Total Sub-Programs & Initiatives	$1,634,634		$108,639		$1,807,282	$1,424,662	$382,620
INSTRUCTION, GRADES 1-12	$13,164,979	$1,061,350	$902,997	$0	$15,129,326	$14,922,479	$206,847

School Jurisdiction Code: 4330

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$13,248,678
Support Block - Transportation	$32,466
SUBTOTAL	$13,281,144
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$974,934
Teacher Salary Enhancement	$567,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$6,899
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$742,991
Interest on investments	$29,004
Rentals of facilities	$0
Gains on disposal of capital assets	$23,866
Amortization of capital allocations	$316,329
School generated funds (Schedule E)	$571,325
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$16,513,491**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	5.71%
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$942,904
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$942,904**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$811,470
PLUS: transfers to Restricted - Operating (Board/System Administration)	$52,484
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$863,954
Maximum Expense Limit for Board & System Administration (Step 3)	$942,904
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$78,950

School Jurisdiction Code: 4330

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$272,192
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$571,325	
Less: SGF - related cost recoveries (Note 3)	$0	
- capitalized at the District level (Note 4)	$0	
Net Total	$571,325	
Plus: Donations Received (Note 5)	$32,607	
Equals: Net Additions to SGF		$603,932
Net SGF Available for discretionary spending		$876,124
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$689,841
Unexpended SGF - Closing Balance August 31, 2004		$186,282

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 4330

SCHEDULE F to the AFS

Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$153,639	$0	$10,080	$0	$10,080	$173,799		$173,799
Uncertificated benefits	$34,353	$0	$2,203	$0	$2,203	$38,760		$38,760
Sub-total Remuneration	$187,993	$0	$12,283	$0	$12,283	$212,559		$212,559
Contracted Services	$138,776	$174,869	$0	$873,640	$12,508	$1,199,792		$1,199,792
Supplies	$0	$42,859	$0	$0	$0	$42,859		$42,859
Electricity			$117,405			$117,405		$117,405
Natural Gas/Heating Fuel			$101,793			$101,793		$101,793
Sewer and Water			$19,274			$19,274		$19,274
Telecommunications			$0			$0		$0
Insurance					$26,719	$26,719		$26,719
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$316,329	$316,329
Unsupported						$62,956		$62,956
Total Amortization						$62,956	$316,329	$379,285
Interest on capital debt								
Supported							$134,352	$134,352
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$326,769	$217,729	$250,756	$873,640	$51,511	$1,783,359	$450,681	$2,234,040
SQUARE METRES								
School Buildings								18,395.0
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications

Expensed IMP & Portable Relocations: All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations

Facility Planning & Operations Maintenance: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 4330

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Myron Ganser	1.0	$4,500	$100	$0			$4,600	$3,503
Name	0.0	$0	$0	$0			$0	$0
Other Board Members:								
Dan Lapierre	0.5	$1,575	$1,642	$0			$3,217	$1,322
Greg Barr	1.0	$2,550	$2,808	$0			$5,358	$1,307
Chris Nichols	1.0	$2,475	$3,574	$0			$6,049	$2,569
Larry Wasylik	1.0	$4,875	$1,328	$0			$6,203	$5,670
Duane Nichols	1.0	$5,025	$3,755	$0			$8,780	$3,700
Beth Dreunig	1.0	$1,800	$3,703	$0			$5,503	$872
Harry Loonen	1.0	$3,450	$286	$0			$3,736	$1,284
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Subtotal	7.5	$26,250	$17,196	$0			$43,446	$20,227
David Keohane	0.8	$91,372	$7,919	$0	$0	$0	$99,291	$18,611
Valerie Burgardt	0.2	$27,501	$888	$0	$0	$0	$28,389	$3,057
Iveta Paulik	1.0	$82,462	$12,797	$0	$0	$0	$95,258	$5,101
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	131.4	$9,677,068	$971,921	$0	$0	$0	$10,648,989	
Uncertificated Salaries & Wages	55.3	$1,606,098	$346,682	$0	$0	$0	$1,952,781	
TOTALS		$11,510,751	$1,357,403	$0	$0	$0	$12,868,154	

Note: Employed or contracted out. Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e. retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 6060

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

East Central Francophone Education Region No. 3
Legal Name of School Jurisdiction

Box 249 St Paul, AB T0A 3B0
Mailing Address

Telephone: 780-645-3888 Fax: 780-645-2045
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules East Central Francophone Education Region No. 3
(Legal Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Réginald Roy	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Jules Rocque	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Claude Lampron	"ORIGINAL SIGNED"
Name	Signature

October 25, 2004
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

(JMD) Joly, McCarthy & Dion
CHARTERED
ACCOUNTANTS

B.N. 135822831

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AUDITORS' REPORT

TO THE BOARD OF TRUSTEES

East Central Francophone Education Region No. 3

We have audited the statement of financial position of the East Central Francophone Education Region No. 3 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

ST. PAUL, ALBERTA
October 22, 2004

Joly McCarthy & Dion
CHARTERED ACCOUNTANTS

CA Members of
The Institute of Chartered Accountants of Alberta

School Jurisdiction Code: 8060

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$4,549,905	$4,941,698
Accounts receivable (net after allowances)		$418,115	$812,124
Prepaid expenses		$55,096	$48,236
Other current assets		$0	$0
Total current assets		$5,023,116	$5,802,058
School generated assets		$53,438	$49,336
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$126,554	$126,554
Buildings	$10,741,443		
Less: accumulated amortization	($1,911,366)	$8,830,077	$8,366,048
Equipment	$666,126		
Less: accumulated amortization	($278,837)	$387,289	$375,714
Vehicles	$84,292		
Less: accumulated amortization	($11,275)	$73,017	$56,376
Total capital assets		$9,416,937	$8,924,692
TOTAL ASSETS		$14,493,491	$14,776,086
LIABILITIES			
Current liabilities			
Bank indebtedness		$430,000	$0
Accounts payable and accrued liabilities		$450,747	$94,334
Deferred revenue		$238,898	$277,043
Deferred capital allocations		$4,913,244	$5,442,727
Current portion of all long term debt		$53,519	$47,676
Total current liabilities		$6,086,408	$5,861,780
School generated liabilities		$53,438	$49,336
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$41,186	$82,371
Less: Current portion of supported debt		($41,186)	($41,186)
Unsupported: Debentures and Capital Loans		$48,252	$26,501
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($12,333)	($6,490)
Unamortized capital allocations		$8,970,469	$8,459,932
Total long term liabilities		$9,059,826	$8,570,464
TOTAL LIABILITIES		$15,146,234	$14,432,244
NET ASSETS			
Unrestricted net assets		($1,009,773)	($12,046)
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		($1,009,773)	($12,046)
Investment in capital assets		$357,030	$355,888
Capital Reserves		$0	$0
Total Capital Funds		$357,030	$355,888
Total net assets		($652,743)	$343,842
TOTAL LIABILITIES AND NET ASSETS		$14,493,491	$14,776,086

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 8060

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$4,641,561	$4,580,808	$4,350,462
Alberta Infrastructure	$673,240	$700,799	$720,010
Alberta Finance	$4,144	$0	$12,805
Other Government of Alberta	$2,900	$0	$7,000
Federal Government and/or First Nations	$19,089	$0	$18,277
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$11,081
Instruction resource fees	$24,618	$23,250	$24,181
Transportation fees	$3,721	$400	$2,915
Other sales and services	$0	$0	$0
Investment income	$6,928	$0	$19,961
Gifts and donations	$974	$0	$0
Rentals of facilities	$0	$0	$0
Net school generated funds	$25,667	$50,000	$44,526
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$403,224	$395,217	$271,717
Total Revenues	$5,806,066	$5,750,474	$5,482,935
EXPENSES			
Certificated salaries	$3,256,962	$3,236,813	$2,827,231
Certificated benefits	$377,165	$368,576	$341,700
Uncertificated salaries and wages	$666,691	$626,521	$808,596
Uncertificated benefits	$162,103	$182,053	$196,855
Services, contracts and supplies	$1,871,436	$1,683,833	$1,711,531
Net school generated funds	$25,667	$50,000	$44,526
Capital and debt services			
Amortization of capital assets			
Supported	$403,224	$366,448	$271,717
Unsupported	$28,768	$54,510	$13,026
Total Amortization of capital assets	$431,992	$420,958	$284,743
Interest on capital debt			
Supported	$4,144	$0	$8,435
Unsupported	$0	$0	$0
Total Interest on capital debt	$4,144	$0	$8,435
Other interest charges	$6,491	$0	$644
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$6,802,651	$6,568,754	$6,224,261
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($996,585)	($818,280)	($741,326)
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($996,585)	($818,280)	($741,326)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 8060

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($996,585)	($741,326)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($403,224)	($271,717)
Total amortization expense	$431,992	$284,743
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	$394,009	($523,627)
Prepaids and other current assets	($6,860)	($6,938)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$356,413	($1,252,050)
Deferred revenue	($38,145)	$79,613
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($262,400)	($2,431,302)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($810,523)	($559,485)
Equipment	($85,798)	($274,195)
Vehicles	($27,916)	($56,376)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($924,237)	($890,056)
C. FINANCING ACTIVITIES		
Capital allocations received	$343,092	$531,840
Issue of long term debt	$29,216	$32,450
Repayment of long term debt	($48,650)	($59,072)
Add back: supported portion	$41,186	$53,123
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$364,844	$558,341
Net sources (uses) of cash equivalents* during year	($821,793)	($2,763,017)
Cash Equivalents at the beginning of the year	$4,941,698	$7,704,715
Cash Equivalents at the end of the year	$4,119,905	$4,941,698

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 6060

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$343,842	$355,888	($12,046)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)														
Net transfers to operating reserves	$0	$0	($139,694)	$139,694	$0	$0	$139,694	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments - note 14	$0	$0	$50,799	($50,799)	$0	$0	($50,799)	$0	$0	$0	$0	$0	$0	$0
Revised transfers from operating reserves	$0	$0	$88,895	($88,895)	$0	$0	($88,895)	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$343,842	$355,888	($12,046)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	($996,585)		($996,585)											
Board funded capital transactions		$22,446	($22,446)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($431,992)	$431,992											
Amortization of capital allocations		$403,224	($403,224)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$7,464	($7,464)											
Net transfers to operating reserves			($88,895)	$88,895	$0		$88,895		$0		$0		$0	
Net transfers from operating reserves			$88,895	($88,895)	$0		($88,895)		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	($652,743)	$357,030	($1,009,773)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 8060

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$5,442,727	$8,459,932
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$233,694	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$109,398	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$41,186
Expended capital allocations - current year		($872,575)	$872,575
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$403,224
Balance at August 31, 2004		$4,913,244	$8,970,469

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

1. Authority and Purpose

The School Jurisdiction delivers education programs under the authority of the School Act. Revised statutes of Alberta 2000, Chapter S-3.

The jurisdiction receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The school jurisdiction is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

The juridiction is exempt from tax under the Income Tax Act.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the contributions.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

2. **Summary of Significant Accounting Policies** (continued)

b) Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings (previously owned)	4-10%
Buildings (new and major modernization)	2.5-4%
Equipment	10-20%
Vehicles	20%

Only capital assets with costs in excess of $5,000 are capitalized. The amortization of the asset will commence in the fiscal year following the year of acquisition. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trips, etc.).

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

f) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school jurisdiction to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school-generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

g) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

2. Summary of Significant Accounting Policies (continued)

h) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

i) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the East Central Francophone Education Region No. 3 does not make pension contributions for certified staff.

The school board along with the active uncertified members contribute to an RRSP plan. The employer expense for this pension plan is $29,997 for the year ended August 31, 2004. ($42,450-2003)

3. Accounts Receivable

	2004	2003
Alberta Learning	$ 44,608	$ 34,979
Alberta Infrastructure	274,930	669,457
Alberta Finance	3,480	6,939
Other	95,097	100,749
	$ 418,115	$ 812,124

4. Bank Indebtedness

The jurisdiction has negotiated a line of credit in the amount of $500,000 that bears interest at the bank prime minus .25%. This line of credit is secured by a borrowing resolution and a promissory note.

5. Accounts Payable and Accrued Liabilities

	2004	2003
Alberta Learning	$ 1,726	$ --
Alberta Finance	3,480	6,939
Other Alberta School Jurisdictions	--	6,644
Other	445,541	80,751
	$ 450,747	$ 94,334

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
NOTES TO THE SUMMARY FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2004

6. Deferred Revenue

	2004	2003
One-time operation and maintenance support	$ --	$ 120,482
Infrastructure Maintenance Program	137,435	103,994
Operation and maintenance general	101,203	--
Modernization block funding	260	52,567
	$ 238,898	$ 277,043

7. Deferred Capital Allocations

Deferred capital allocations represent externally-restricted capital funds provided for a specific purpose that have been received or are receivable by the jurisdictions, but the related expenditure has not yet been made at year end. These unspent deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to the unamortized capital allocations account.

8. Long Term Debt

Debenture - Supported	2004	2003
Alberta Municipal Financing Corporation debenture due in the year 2005, payable in annual instalments of $41,186 plus interest at an average rate of 9.2%. Secured by School Jurisdiction assets.	$ 41,186	$ 82,371
GMAC Loans - Unsupported GMAC laon, due in year 2009 payable $487 monthly without interest. Secured by vehicle.	28,242	--
GMAC loan, due in year 2008 payable $541 monthly without interest. Secured by vehicle.	20,010	26,501
	89,438	108,872
Less: Current portion of long term debt	53,519	47,676
	$ 35,919	$ 61,196

The principal due over the next five years are as follows:

	Supported	Unsupported	Total
2005	$ 41,186	$ 12,333	$ 53,519
2006	--	12,333	12,333
2007	--	12,333	12,333
2008	--	6,383	6,383
2009	--	4,870	4,870
	$ 41,186	$ 48,252	$ 89,438

8. Long Term Debt (continued)

The debenture debt is fully supported by Alberta Finance. The current portion of supported long-term debt consists of amounts payable by Alberta Finance; therefore, the working capital is understated by this amount.

9. Unamortized Capital Allocations

Unamortized capital allocations represent externally-restricted supported capital funds that have been spent, but have yet to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. The unamortized capital allocations account balance is increased by transfers of previously deferred capital allocations now spent.

10. Economic Dependence on Related Third Party

The school jurisdiction's primary source of income is from the Alberta Government. The jurisdiction's ability to continue viable operations is dependent on this funding.

11. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

12. Commitments

a) Leases
The school jurisdiction currently leases its administration offices. The future minimum payments under this operating lease is as follows:

2005	$ 7,800
2006	7,800
2007	7,800
2008	7,800
2009	7,800
Thereafter	9,100
	$ 48,100

b) Building Projects
The jurisdiction is committed to further capital expenditures for the completion of the new school at École Voyageur of approximately $6,830,193. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

13. Contingencies

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange, called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

14. Prior Period Adjustment

In the fiscal year ended August 31, 2003, operation and maintenance expenses in the amount of $50,799 were incorrectly coded to system instruction support. The correction of this error decreases the balance of the operation and maintenance reserve transferred in the prior year to reduce the accumulated operating deficit from $139,694 to $88,895.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

School Jurisdiction Code 8060

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$3,254,549	$170,457	$3,084,092						
(2) Support block	$1,100,623				$700,623			$400,000	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$58,640	$0	$58,640						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$143,000	$5,472	$132,608					$4,920	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$86,749	$29,460	$57,289	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$4,643,561	$205,389	$3,332,629	$0	$700,623			$404,920	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$52,307			$52,307					
(13) Operations & Maintenance support	$500,451			$500,451					
(14) Operations & Maintenance support (One-Time)	$120,482			$120,482					
(15) **Total Alberta Infrastructure Revenue**	$673,240			$673,240					
(16) **Alberta Finance**	$4,144			$4,144					$0
(17) **Other - Government of Alberta**	$2,900	$0	$2,000	$900	$0			$0	$0
(18) **Federal Government and/or First Nations**	$19,089	$0	$17,015	$2,074	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$24,618	$3,040	$21,578						
(23) **Transportation fees**	$3,721				$3,721				
(24) **Other sales and services**	$0	$0	$0	$0	$0			$0	$0
(25) **Investment income**	$8,928	$0	$8,928	$0	$0			$0	$0
(26) **Gifts and donations**	$974	$0	$974	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$25,687	$0	$25,687	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$403,224		$64,384	$338,840	$0				$0
(31) **TOTAL REVENUES**	$5,810,086	$208,429	$3,473,195	$1,019,198	$704,344			$404,920	$0
EXPENSES									
(32) **Certificated salaries**	$3,256,962	$273,783	$2,880,679				$102,500	$102,500	$0
(33) **Certificated benefits**	$377,588	$31,990	$336,468				$9,130	$9,130	$0
(34) **Uncertificated salaries and wages**	$675,699	$49,339	$421,946	$80,135	$26,891	$32,345	$65,043	$97,388	$0
(35) **Uncertificated benefits**	$162,104	$15,128	$113,672	$15,160	$5,077	$0	$13,067	$13,067	$0
(36) **SUB - TOTAL**	$4,482,337	$371,285	$3,755,252	$95,527	$31,752	$32,345	$189,740	$222,085	$0
(37) **Services, contracts & supplies**	$1,871,438	$7,387	$365,736	$670,109	$659,500	$19,285	$148,839	$168,124	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$25,749	$0	$25,749	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$403,224	$0	$64,384	$338,840	$0		$0	$0	$0
(41) Unsupported	$28,768	$0	$9,839	$10,473	$2,819	$0	$5,637	$5,637	$0
(42) Total Amortization	$431,992	$0	$74,223	$349,313	$2,819	$0	$5,637	$5,637	$0
Interest on capital debt									
(43) Supported	$4,144	$0	$0	$4,144	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$6,491	$0	$5,791	$0	$0		$700	$700	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$6,802,851	$378,672	$4,230,731	$1,119,093	$694,071	$51,630	$344,916	$396,546	$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	($992,765)	($170,243)	($757,536)	($99,895)	$10,273			$8,374	$0

School Jurisdiction Code: [illegible]

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$2,460,686	$316,736	$67,464	$0	$0	$35,793	$0	$2,880,679
Certificated benefits	$292,055	$34,879	$6,202	$0	$0	$3,819	$0	$336,955
Uncertificated salaries and wages	$170,935	$114,210	$0	$41,840	$96,961	$0	$0	$423,946
Uncertificated benefits	$48,591	$33,860	$0	$11,393	$19,828	$0	$0	$113,672
SUB - TOTAL REMUNERATION	$2,972,267	$499,685	$73,666	$53,233	$116,789	$39,612	$0	$3,755,252
Services, contracts & supplies	$242,069	$79,671	$10,858	$0	$16,102	$17,036	$0	$365,736
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$25,749							$25,749
Amortiz 'ion of capital assets								
Supported	$64,384	$0	$0					$64,384
Unsupported	$9,839	$0	$0					$9,839
Total Amortization	$74,223	$0	$0					$74,223
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$5,791	$0						$5,791
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$3,320,099	$579,356	$84,524	$53,233	$132,891	$56,648	$0	$4,226,751
FTE Certificated				0.0	0.0			
FTE Uncertificated				2.0	5.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$2,060,280	$241,108	$116,968	$0	$2,418,356	$3,110,340	($691,990)
School Admin & Instruction Support Expenses						$579,356	($579,356)
System Instruction Support Expenses						$84,524	($84,524)
Total Basic Instruction	$2,060,280	$241,108	$116,968	$0	$2,418,356	$3,774,226	($1,355,870)
Sub-Programs & Initiatives							
Severely Disabled	$128,467	$0	$0		$128,467	$132,891	($4,424)
English as a Second Language	$39,008				$39,008	$39,638	($630)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$656,662				$656,662		$656,662
Growth & Density	$3,657				$3,657		$3,657
Teacher Assistants Program	$10,960				$10,960	$11,000	($40)
Early Literacy Initiative (K-2)	$19,936				$19,936	$20,183	($247)
Learning Resources Credit & Resources for the Classroom	$3,876	$5,429	$21,578		$30,883	$46,420	($15,537)
Technology Integration	$19,932		$0		$19,932	$60,307	($40,375)
French Language Program & Francisation (all jurisdictions)	$140,514		$0		$140,514	$141,086	($572)
Home Education	$800		$0		$800	$1,000	($200)
Total Sub-Programs & Initiatives	$1,023,812		$21,578		$1,050,819	$452,525	$598,294
INSTRUCTION, GRADES 1-12	$3,084,092	$246,537	$138,546	$0	$3,469,175	$4,226,751	($757,576)

School Jurisdiction Code: 8060

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$3,234,617
Support Block - Transportation	$700,623
SUBTOTAL	$3,935,240
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$500,451
Teacher Salary Enhancement	$143,000
Other Alberta Learning revenues (Describe) Special PLOE, RCF credit, Expansion & Developmen	$86,749
Other - Government of Alberta (Excluding Alberta Finance)	$2,900
Federal government/First Nations	$19,089
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$0
Interest on investments	$6,928
Rentals of facilities	$0
Gains on disposal of capital assets	$0
Amortization of capital allocations	$403,224
School generated funds (Schedule E)	$229,030
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$5,326,611**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**0.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$0
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	404,920	$404,920
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$404,920**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$396,546
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$396,546
Maximum Expense Limit for Board & System Administration (Step 3)	$404,920
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$8,374

School Jurisdiction Code: 3060

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$49,336
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$229,030	
Less: SGF - related cost recoveries (Note 3)	$199,261	
- capitalized at the District level (Note 4)	$0	
Net Total	$29,769	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$29,769
Net SGF Available for discretionary spending		$79,105
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$25,667
Unexpended SGF - Closing Balance August 31, 2004		$53,438

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 8060

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$42,657	$0	$0	$26,681	$69,338		$69,338
Uncertificated benefits	$0	$10,118	$0	$0	$5,071	$15,189		$15,189
Sub-total Remuneration	$0	$52,775	$0	$0	$31,752	$84,527		$84,527
Contracted Services	$146,389	$18,917	$0	$0	$103,518	$268,824		$268,824
Supplies	$0	$186,114	$0	$0	$1,028	$187,142		$187,142
Electricity			$117,603			$117,603		$117,603
Natural Gas/Heating Fuel			$62,042			$62,042		$62,042
Sewer and Water			$8,457			$8,457		$8,457
Telecommunications			$1,517			$1,517		$1,517
Insurance					$24,524	$24,524		$24,524
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$338,840	$338,840
Unsupported						$10,473		$10,473
Total Amortization						$10,473	$338,840	$349,313
Interest on capital debt								
Supported							$4,144	$4,144
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$146,389	$257,806	$189,619	$0	$160,822	$765,109	$342,984	$1,108,093
SQUARE METRES								
School Buildings								12,171.1
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	1.0						
Contracted Services	4.0	0.4						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 8060

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Léo Piquette	1.0	$14,040	$0	$0			$14,040	$11,333
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Réginald Roy	1.0	$6,170	$0	$0			$6,170	$5,339
Name	Ernest Piquette	1.0	$4,385	$0	$0			$4,385	$164
Name	Murielle St-Arnault	1.0	$4,240	$0	$0			$4,240	$914
Name	Michel Lavoie	1.0	$3,510	$0	$0			$3,510	$1,534
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*5.0*	*$32,345*	*$0*	*$0*			*$32,345*	*$19,284*
Superintendent	Jules Rocque	1.0	$102,500	$9,130	$0	$0	$0	$111,630	$17,248
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	Claude Lampron	1.0	$60,000	$8,578	$0	$0	$0	$68,578	$4,111
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		49.8	$3,154,462	$368,035	$0	$0	$0	$3,522,497	
Uncertificated Salaries & Wages		27.0	$574,346	$153,525	$0	$0	$0	$727,871	
TOTALS			$3,923,653	$539,268	$0	$0	$0	$4,462,921	

Note: Employed or contracted out. Please refer to completion information on page 15

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 110

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Edmonton Catholic Separate School District No. 7
Legal Name of School Jurisdiction

9807- 106 Street , Edmonton, Alberta T5K 1C2
Mailing Address

Tel 780-441-6000 Fax 780-441-6149
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Edmonton Catholic Separate School District No. 7 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Debbie Engel	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Dr. Dale Ripley	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Andrew Isbister	"ORIGINAL SIGNED"
Name	Signature

29-Nov-04
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

Deloitte

Auditors' Report

To the Board of Trustees
Edmonton Catholic Separate School District No. 7

We have audited the statement of financial position of Edmonton Catholic Separate School District No. 7 as at August 31, 2004, and the statements of revenues and expenses, cash flow, changes in net assets and capital allocations for the year then ended. The financial statements have been prepared for the purpose of reporting to Alberta Learning. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at August 31, 2004, and the results of its operations, capital allocations and changes in net assets for the year then ended in accordance with the basis of accounting disclosed in the notes.

These financial statements, which have not been, and were not intended to be, prepared in accordance with Canadian generally accepted accounting principles, are solely for the information and use of the Board of Trustees, management of the District, and for the purpose of reporting to Alberta Learning, and are not intended to be and should not be used by anyone other than the specified users, or for any other purpose.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G1 is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Deloitte & Touche LLP

Chartered Accountants

October 29, 2004

School Jurisdiction Code: 110

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003 Actual
ASSETS			
Current assets			
Cash and temporary investments		$4,828,616	$24,050,456
Accounts receivable (net after allowances)		$19,647,027	$12,562,716
Prepaid expenses		$1,546,827	$1,499,017
Other current assets		$394,120	$361,064
Total current assets		$26,416,590	$38,473,253
School generated assets		$0	$0
Trust assets		$0	$0
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$4,836,798	$4,836,798
Buildings	$207,250,497		
Less: accumulated amortization	($107,537,136)	$99,713,361	$88,297,122
Equipment	$9,756,119		
Less: accumulated amortization	($7,462,282)	$2,293,837	$3,244,139
Vehicles	$1,269,676		
Less: accumulated amortization	($961,081)	$308,595	$323,825
Total capital assets		$107,152,591	$96,701,884
TOTAL ASSETS		$133,569,181	$135,175,137
LIABILITIES			
Current liabilities			
Bank indebtedness		$5,118,678	$4,972,826
Accounts payable and accrued liabilities		$23,314,069	$20,303,150
Deferred revenue		$6,439,995	$6,820,946
Deferred capital allocations		$10,044,574	$31,270,228
Current portion of all long term debt		$2,092,713	$2,719,280
Total current liabilities		$47,010,029	$66,086,430
School generated liabilities		$0	$0
Trust liabilities		$0	$0
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$10,943,541	$13,662,821
Less: Current portion of supported debt		($2,092,713)	($2,719,280)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$68,403,327	$42,730,394
Total long term liabilities		$77,254,155	$53,673,935
TOTAL LIABILITIES		$124,264,184	$119,760,365
NET ASSETS			
Unrestricted net assets		($169,136)	$4,975,107
Operating Reserves		$488,107	$488,107
Accumulated Operating Surplus (Deficit)		$318,971	$5,463,214
Investment in capital assets		$7,696,276	$8,661,808
Capital Reserves		$1,289,750	$1,289,750
Total Capital Funds		$8,986,026	$9,951,558
Total net assets		$9,304,997	$15,414,772
TOTAL LIABILITIES AND NET ASSETS		$133,569,181	$135,175,137

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 110

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004 Actual	Actual 2003 Actual
REVENUES			
Alberta Learning	$179,673,743	$176,575,810	$176,616,886
Alberta Infrastructure	$23,047,571	$20,882,995	$20,292,912
Alberta Finance	$1,221,256	$1,401,000	$1,527,480
Other Government of Alberta	$103,473	$0	$12,709
Federal Government and/or First Nations	$1,517,147	$0	$641,093
Other Alberta school authorities	$152,769	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$215,789
Instruction resource fees	$6,683,028	$5,760,491	$6,298,433
Transportation fees	$2,298,534	$2,368,080	$2,062,043
Other sales and services	$4,235,453	$60,000	$3,679,539
Investment income	$453,155	$600,000	$1,117,719
Gifts and donations	$71,788	$204,000	$7,571
Rentals of facilities	$2,518,576	$1,925,000	$2,086,046
Net school generated funds	$3,392,954	$3,198,000	$3,375,929
Gains on disposal of capital assets	($20,530)	$0	$100
Amortization of capital allocations	$3,724,920	$3,900,000	$4,075,023
Total Revenues	$229,073,836	$216,875,376	$222,009,272
EXPENSES			
Certificated salaries	$114,083,535	$112,759,632	$110,480,725
Certificated benefits	$12,469,449	$14,094,954	$11,868,618
Uncertificated salaries and wages	$40,283,728	$32,127,647	$38,475,390
Uncertificated benefits	$7,540,485	$5,689,421	$6,869,425
Services, contracts and supplies	$50,752,447	$43,704,722	$46,546,426
Net school generated funds	$3,392,954	$3,198,000	$3,375,929
Capital and debt services			
Amortization of capital assets			
Supported	$3,724,919	$3,900,000	$4,075,023
Unsupported	$1,714,838	$0	$1,177,736
Total Amortization of capital assets	$5,439,757	$3,900,000	$5,252,759
Interest on capital debt			
Supported	$1,221,256	$1,401,000	$1,527,480
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,221,256	$1,401,000	$1,527,480
Other interest charges	$0	$0	$13,450
Losses on disposal of capital assets	$0	$0	$32,523
Total Expenses	$235,183,611	$216,875,376	$224,442,725
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	($6,109,775)	$0	($2,433,453)
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($6,109,775)	$0	($2,433,453)

Note: Input "(Restated)" in Budget2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 BudgetReport and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 110

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($6,109,775)	($2,433,453)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($3,724,920)	($4,075,023)
Total amortization expense	$5,439,757	$5,252,759
Gains on disposal of capital assets	$20,530	($100)
Losses on sale of capital assets	$0	$32,523
Changes in accrued accounts:		
Accounts receivable	($7,084,311)	($2,099,431)
Prepaids and other current assets	($80,866)	$101,325
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$3,010,919	($3,780,695)
Deferred revenue	($380,951)	$1,069,201
Employee future benefits	$0	$0
Other (describe)		$0
Total sources (uses) of cash from Operations	($8,909,616)	($5,932,894)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($15,736,356)	($25,215,636)
Equipment	($112,962)	($1,165,274)
Vehicles	($61,676)	($51,992)
Net proceeds from disposal of capital assets		$100
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($15,910,994)	($26,432,802)
C. FINANCING ACTIVITIES		
Capital allocations received	$5,452,919	$5,531,156
Issue of long term debt	$0	$0
Repayment of long term debt	($2,719,280)	($3,195,403)
Add back: supported portion	$2,719,280	$3,195,403
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$5,452,919	$5,531,156
Net sources (uses) of cash equivalents* during year	($19,367,692)	($26,834,540)
Cash Equivalents at the beginning of the year	$19,077,630	$45,912,170
Cash Equivalents at the end of the year	($290,062)	$19,077,630

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code 110

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$15,414,772	$8,661,808	$4,975,107	$1,777,857	$0	$0	$0	$1,289,750	$0		$488,107	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$15,414,772	$8,661,808	$4,975,107	$1,777,857	$0	$0	$0	$1,289,750	$0	$0	$488,107	$0	$0	$0
Surplus(def) of revenue over expenses	($6,109,775)		($6,109,775)											
Board funded capital transactions		$709,835	($709,830)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($5,435,757)	$5,435,757											
Amortization of capital allocations		$3,724,920	($3,724,920)											
Disposal of unsupported capital assets		($20,530)	$20,530	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$9,304,997	$7,696,276	($169,136)	$1,777,857	$0	$0	$0	$1,289,750	$0	$0	$488,107	$0	$0	$0

School Jurisdiction Code: 110

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$31,270,228	$42,730,394
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$4,945,883	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$507,036	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$2,719,280
Expended capital allocations - current year		($26,678,573)	$26,678,573
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$3,724,920
Balance at August 31, 2004		$10,044,574	$68,403,327

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

EDMONTON CATHOLIC SEPARATE SCHOOL DISTRICT NO. 7

Notes to the Financial Statements

Year ended August 31, 2004

1. AUTHORITY AND PURPOSE

The Edmonton Catholic Separate School District No. 7 (the District) operates under the provisions of the *School Act*, Chapter S-3, Statutes of Alberta, January 1, 2002, and through its own bylaws. The District is directed by an elected Board of Trustees, has approximately 3,300 employees and 84 schools, and is responsible for the education of approximately 31,600 students.

The District receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the District, within specified limits, to reallocate funding between the instruction and support blocks.

2. ACCOUNTING POLICIES

These statements are prepared in accordance with *Alberta Learning Guidelines for the preparation of the School Jurisdiction Audited financial statements for the year ended August 31, 2004.* The basis of accounting used in these financial statements does not materially differ from Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue recognition

Revenue is recognized as follows:

(i) Government operating grants are recognized as revenue, either in the period received, or, where the grants relate to a future period, they are deferred and recognized in the subsequent period. Revenues received for the provision of goods and services are recognized in the period in which the goods are provided or the services rendered.

(ii) Contributions restricted for the acquisition of capital assets having a limited life and for retirement of capital debt are recorded as deferred capital contributions. Once expended, they are transferred to unamortized deferred capital contributions, which are amortized to revenue over the useful lives of the related assets.

(iii) Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty of determining the fair value of the services and due to the fact that such assistance is generally not purchased, contributed services are not recognized in the financial statements.

2. ACCOUNTING POLICIES (continued)

Cash

Cash includes cash and short-term investments with maturities of three months or less.

Inventories

Inventories are recorded at the lower of cost and net realizable value.

Capital assets

Capital assets are recorded at cost and are amortized over their estimated useful lives on a straight-line basis at the following annual rates:

Buildings	2.5% to 4%
Industrial, instructional and office equipment	10% and 20%
Automotive equipment	10% and 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

Pensions

Pension costs included in these statements comprise the costs of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the District does not make pension contributions for certificated staff.

The District participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension is equivalent to the annual contributions of $3,669,357 (2003 - $2,968,656) for the year ended August 31, 2004.

At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410,987,000 (2002 - a deficiency of $444,980,000).

Funds collected by schools

Funds generated from school activities are included with the assets, liabilities, revenue, and expenses of the District as the accountability and control of these funds rests with the District.

Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

2. ACCOUNTING POLICIES (continued)

Contribution services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board, to ensure that certain programs are delivered, such as kindergarten, lunch services, and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

Financial instruments

The District's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the District is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The District has invested surplus funds in accordance with Section 44 of the *School Act* and Section 5 of the Trustees Act.

Operating and capital reserves

Reserves are established at the discretion of the Board of Trustees of the District, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. CASH HELD IN TRUST

Cash is held in trust on behalf of the Edmonton Student Health Initiative Partnership. The Edmonton Student Health Initiative Partnership was created so that school-aged children in Edmonton, in particular those with special needs, have access to culturally-responsive health and related support services that they need to participate in their school programs and attain their potential. The District was appointed banker for the partnership and is responsible for distributing the cash in accordance with the wishes of the partnership.

4. ACCOUNTS RECEIVABLE

	2004	2003
Provincial grants	$ 9,871,359	$ 3,635,977
Supplementary requisition	7,522,767	7,190,242
Other	2,252,901	1,736,497
	$ 19,647,027	$ 12,562,716

5. CAPITAL ASSETS

	2004			2003
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	$ 4,836,798	$ -	$ 4,836,798	$ 4,836,798
Buildings	187,141,050	107,537,136	79,603,914	56,650,261
Industrial, instructional, and office equipment	9,756,119	7,462,282	2,293,837	3,244,139
Automotive equipment	1,269,676	961,081	308,595	323,825
Construction in progress	20,109,447	-	20,109,447	31,646,861
	$ 223,113,090	$ 115,960,499	$ 107,152,591	$ 96,701,884

6. BANK INDEBTEDNESS

Bank indebtedness represents cheques issued in excess of the bank balance.

7. DEFERRED REVENUE

	2004	2003
Parents and individuals	$ 3,235,213	$ 2,814,493
Provincial government		
Aboriginal Learning Centre	-	1,000,000
Infrastructure BQRP	-	1,099,722
Other	3,204,782	1,906,731
	$ 6,439,995	$ 6,820,946

8. DEFERRED CAPITAL CONTRIBUTIONS AND UNAMORTIZED DEFERRED CAPITAL CONTRIBUTIONS

	2004		2003	
	Deferred Capital Contributions	Unamortized Deferred Capital Contributions	Deferred Capital Contributions	Unamortized Deferred Capital Contributions
Balance, beginning of year	$ 31,270,228	$ 42,730,394	$ 25,760,470	$ 43,588,616
Government grants	8,172,199	-	8,726,559	-
Expended on capital assets	(26,678,573)	26,678,573	(21,398)	21,398
Debt retirement	(2,719,280)	2,719,280	(3,195,403)	3,195,403
Amortization of capital assets acquired from capital contributions	-	(3,724,920)	-	(4,075,023)
Balance, end of year	$ 10,044,574	$ 68,403,327	$ 31,270,228	$ 42,730,394

9. DEBENTURE DEBT

In prior years, the District has issued debentures to the Alberta Capital Finance Authority (formerly Alberta Municipal Finance Corporation) to finance construction of capital assets. These debentures mature in annual amounts to the year 2020, and interest is payable at rates ranging from 8% to 12% per annum. The debenture debt is fully supported by Alberta Finance.

Principal payments due on debenture debt over the next five years and thereafter are as follows:

	Principal	Interest	Total
2005	$ 2,092,713	$ 1,110,819	$ 3,203,532
2006	1,733,170	889,434	2,622,604
2007	1,522,799	709,308	2,232,107
2008	1,237,932	552,331	1,790,263
2009	1,169,936	426,201	1,596,137
Thereafter	3,186,991	708,094	3,895,085
	$ 10,943,541	$ 4,396,187	$ 15,339,728

10. COMMITMENTS

At year-end, the District was committed to the construction of one new school. Costs incurred to August 31, 2004, amount to $12,020,432 are included in construction in progress (Note 5). The total cost of the project is estimated to be $15,759,286. This school will open September 1, 2004.

11. RESERVES

	2004			2003
	Operating	**Capital**	**Total**	Total
Balance, beginning of year	**$ 488,107**	**$ 1,289,750**	**$ 1,777,857**	$ 1,931,487
Transfers from (to) operations	-	-	-	(153,630)
Balance, end of year	**$ 488,107**	**$ 1,289,750**	**$ 1,777,857**	$ 1,777,857

Capital reserves relate to unsupported capital transactions.

12. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The District's primary source of income is from the Alberta Government. The District's ability to continue viable operations is dependent on this funding.

The District received allocations from the following related parties - Alberta Learning, Alberta Finance, Alberta Infrastructure, and Family and Social Services.

In the current year 19.7% (2003 - 19.4%) of operating revenue was received from the City of Edmonton supplementary requisition of municipal taxes from Catholic ratepayers.

13. BUDGET COMPARISON

The following is a summary of revenue and expenses compared with the approved budget:

	Actual	Budget	Variance
Revenue			
Provincial grants and supplementary requisition	$ 207,200,169	$ 198,859,805	$ 8,340,364
Other revenue	18,148,747	14,115,571	4,033,176
	225,348,916	212,975,376	12,373,540
Amortization of deferred capital contributions	3,724,920	3,900,000	(175,080)
	229,073,836	216,875,376	12,198,460
Expenses			
Salaries and employee benefits	174,377,197	164,671,654	9,705,543
Supplies and other	55,366,657	48,303,722	7,062,935
Amortization of capital assets	5,439,757	3,900,000	1,539,757
	235,183,611	216,875,376	18,308,235
Deficiency of revenue over expenses	$ (6,109,775)	$ -	$ (6,109,775)

The budget was prepared by the School District and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

14. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform to the current year's presentation.

15. APPROVAL OF FINANCIAL STATEMENTS

The Board of Trustees has approved these financial statements.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$151,085,957	$6,158,039	$144,927,918						
(2) Support block	$15,258,362				$8,162,314			$7,096,048	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$3,595,920		$3,595,920						
(5) Student Health Initiative (SHI)	$1,318,096	$0	$1,308,096						$10,000
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$6,619,000	$0	$6,619,000					$0	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$1,796,408	$108,222	$1,688,186	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$179,673,743	$6,266,261	$158,139,120	$0	$8,162,314			$7,096,048	$10,000
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$3,404,344			$3,404,344					
(13) Operations & Maintenance support	$19,643,227			$19,643,227					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$23,047,571			$23,047,571					
(16) **Alberta Finance**	$1,221,256			$1,221,256					$0
(17) **Other - Government of Alberta**	$103,473	($18,681)	$122,154	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$1,517,147	$0	$434,095	$0	$0			$0	$1,083,052
(19) **Other Alberta school authorities**	$152,769	$4,679	$148,090	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$6,683,028	$272,024	$6,411,004						
(23) **Transportation fees**	$2,298,534				$2,298,534				
(24) **Other sales and services**	$4,235,453	$85,790	$2,978,868	$6,710	$592,762			$104,990	$466,134
(25) **Investment income**	$453,155	$0	$0	$0	$0			$453,155	$0
(26) **Gifts and donations**	$71,788	$1,450	$70,338	$0	$0				$0
(27) **Rentals of facilities**	$2,518,575		$0	$2,394,256	$0			$0	$124,319
(28) **Net school generated funds**	$3,392,954	$0	$3,392,954	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	($20,530)		($20,530)	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$3,724,920		$0	$3,724,920	$0				$0
(31) **TOTAL REVENUES**	$229,073,836	$6,611,923	$171,675,893	$30,394,713	$11,053,610			$7,654,193	$1,683,504
EXPENSES									
(32) **Certificated salaries**	$114,083,533	$2,941,199	$111,162,074				($19,737)	($19,737)	$0
(33) **Certificated benefits**	$12,469,449	$392,221	$12,079,033				($1,805)	($1,805)	$0
(34) **Uncertificated salaries and wages**	$40,283,729	$1,000,714	$23,069,179	$10,354,378	$474,457	$252,910	$4,070,908	$4,322,818	$1,062,183
(35) **Uncertificated benefits**	$7,540,485	$100,460	$4,420,323	$2,243,823	$69,348	$14,877	$677,491	$692,368	$14,164
(36) **SUB - TOTAL**	$174,377,196	$4,434,593	$150,730,608	$12,598,199	$543,805	$266,687	$4,727,057	$4,993,744	$1,076,247
(37) **Services, contracts & supplies**	$50,752,447	$930,228	$25,462,782	$10,742,431	$10,569,305	$400,369	$2,123,557	$2,523,925	$523,776
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$3,392,954	$0	$3,392,954	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$3,724,919	$0	$0	$3,724,919	$0		$0	$0	$0
(41) Unsupported	$1,714,838	$0	$0	$1,714,838	$0	$0	$0	$0	$0
(42) Total Amortization	$5,439,757	$0	$0	$5,439,757	$0	$0	$0	$0	$0
Interest on capital debt									
(43) Supported	$1,221,256	$0	$0	$1,221,256	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$235,183,611	$5,364,822	$179,586,344	$30,001,642	$11,113,111	$667,056	$6,850,844	$7,517,900	$1,600,023
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	($6,109,775)	$1,247,101	($7,910,451)	$393,071	($59,501)			$136,293	$83,481

School Jurisdiction Code 110

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$78,998,496	$16,971,816	$6,929,357	$6,087,764	$1,137,681	$1,036,960	$0	$111,162,074
Certificated benefits	$8,818,659	$1,556,961	$911,744	$652,414	$138,909	$344	$0	$12,079,033
Uncertificated salaries and wages	$2,950,670	$6,227,181	$6,721,594	$0	$7,125,447	$44,288	$0	$23,069,179
Uncertificated benefits	$424,708	$1,471,391	$933,640	$0	$1,585,276	$5,307	$0	$4,420,323
SUB - TOTAL REMUNERATION	$91,192,533	$26,227,349	$15,496,335	$6,740,179	$9,987,313	$1,086,899	$0	$150,730,608
Services, contracts & supplies	$13,050,993	$6,660,784	$4,464,299	$789,016	$105,075	$392,615	$0	$25,462,782
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$3,392,954							$3,392,954
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$0	$0	$0					$0
Total Amortization	$0	$0	$0					$0
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$107,636,480	$32,888,133	$19,960,634	$7,529,195	$10,092,388	$1,479,514	$0	$179,586,344
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$128,445,012	$12,575,987	$7,125,769	$0	$148,146,768	$116,645,189	$31,501,579
School Admin & Instruction Support Expenses						$32,888,133	($32,888,133)
System Instruction Support Expenses						$19,960,634	($19,960,634)
Total Basic Instruction	$128,445,012	$12,575,987	$7,125,769	$0	$148,146,768	$169,493,957	($21,347,189)
Sub-Programs & Initiatives							
Severely Disabled	$9,681,923	$0	$0		$9,681,923	$10,092,388	($410,465)
English as a Second Language	$1,182,016				$1,182,016	$0	$1,182,016
Enhanced Opportunities	$491,742				$491,742	$0	$491,742
First Nations, Metis, and Inuit Education	$384,311		$0		$384,311	$0	$384,311
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$1,094,893				$1,094,893		$1,094,893
Teacher Assistants Program	$583,080				$583,080	$0	$583,080
Early Literacy Initiative (K-2)	$1,079,111				$1,079,111	$0	$1,079,111
Learning Resources Credit & Resources for the Classroom	$277,546	$635,215	$6,411,004		$7,323,765	$0	$7,323,765
Technology Integration	$1,245,376		$0		$1,245,376	$0	$1,245,376
French Language Program & Francisation (all jurisdictions)	$383,184		$0		$383,184	$0	$383,184
Home Education	$79,724		$0		$79,724	$0	$79,724
Total Sub-Programs & Initiatives	$16,482,906		$6,411,004		$23,529,125	$10,092,388	$13,436,737
INSTRUCTION, GRADES 1-12	$144,927,918	$13,211,202	$13,536,773	$0	$171,675,893	$179,586,344	($7,910,451)

School Jurisdiction Code: 110

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$149,840,581
Support Block - Transportation	$8,162,314
SUBTOTAL	$158,002,895
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$19,643,227
Teacher Salary Enhancement	$6,619,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$103,473
Federal government/First Nations	$1,517,147
Other Alberta school authorities	$152,769
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$4,235,453
Interest on investments	$453,155
Rentals of facilities	$2,518,576
Gains on disposal of capital assets	-$20,530
Amortization of capital allocations	$3,724,920
School generated funds (Schedule E)	$6,210,238
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$203,160,323**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$8,126,413
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$8,126,413**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$7,517,669
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$7,517,669
Maximum Expense Limit for Board & System Administration (Step 3)	$8,126,413
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$608,744

School Jurisdiction Code: 110

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$6,210,238	
Less: SGF - related cost recoveries (Note 3)	$2,817,284	
- capitalized at the District level (Note 4)	$0	
Net Total	$3,392,954	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$3,392,954
Net SGF Available for discretionary spending		$3,392,954
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$3,392,954
Unexpended SGF - Closing Balance August 31, 2004		$0

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 110

SCHEDULE F to the AFS

Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$7,907,111	$1,995,999	$21,267	$149,652	$280,347	$10,354,376		$10,354,376
Uncertificated benefits	$1,744,052	$439,339	$0	$0	$60,432	$2,243,823		$2,243,823
Sub-total Remuneration	$9,651,163	$2,435,338	$21,267	$149,652	$340,779	$12,598,199		$12,598,199
Contracted Services	$382,950	$1,657,761	$169	$349,372	$59,644	$2,449,896		$2,449,896
Supplies	$728,279	$1,437,578	$27,848	$50,441	$12,075	$2,256,220		$2,256,220
Electricity			$2,641,105			$2,641,105		$2,641,105
Natural Gas/Heating Fuel			$2,556,670			$2,556,670		$2,556,670
Sewer and Water			$438,094			$438,094		$438,094
Telecommunications			$61,893			$61,893		$61,893
Insurance					$338,554	$338,554		$338,554
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$3,724,919	$3,724,919
Unsupported						$1,714,838		$1,714,838
Total Amortization						$1,714,838	$3,724,919	$5,439,757
Interest on capital debt								
Supported							$1,221,256	$1,221,256
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$10,762,392	$5,530,677	$5,747,045	$549,465	$751,051	$25,055,468	$4,946,175	$30,001,642
SQUARE METRES								
School Buildings								0.0
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	271.7	44.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications.
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations.
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code 110

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-200
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name Charlie Koester	1.0	$28,257	$756	$0			$29,013	$0
Name	0.0	$0	$0	$0			$0	$0
Other Board Members:								
Name Debbie Engel	1.0	$29,910	$813	$0			$30,723	$0
Name Ron Zapisocki	1.0	$30,011	$0	$0			$30,011	$0
Name Judy Buddle	1.0	$21,693	$720	$0			$22,413	$0
Name Debbie Cavaliere	1.0	$34,739	$971	$0			$35,710	$0
Name Mark Razzolini	1.0	$24,506	$627	$0			$25,133	$0
Name Janice Sarich	1.0	$29,186	$788	$0			$29,974	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Name	0.0	$0	$0	$0			$0	$0
Subtotal	*7.0*	*$198,302*	*$4,675*	*$0*			*$202,977*	*$0*
Superintendent Dr. Dale Ripley	1.0	$162,996	$6,044	$0	$0	$0	$169,040	$0
Superintendent	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary Andrea Klotz	1.0	$55,544	$10,196	$0	$0	$0	$65,740	$0
Board Secretary	0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer Andrew Isbister	1.0	$124,571	$13,819	$0	$0	$0	$138,390	$0
Board Treasurer	0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	1,765.9	$113,920,539	$12,463,405	$0	$0	$0	$126,383,944	
Uncertificated Salaries & Wages	1,515.4	$39,905,311	$7,511,795	$0	$0	$0	$47,417,106	
TOTALS		$154,367,263	$20,009,934	$0	$0	$0	$174,377,197	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code: 3020

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

EDMONTON SCHOOL DISTRICT NO. 7
Legal Name of School Jurisdiction

ONE KINGSWAY, EDMONTON, AB T5H 4G9
Mailing Address

TEL. NO.: 429-8000 FAX NO.: 429-8318
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules EDMONTON SCHOOL DISTRICT NO. 7
(Legal Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

S. HANSEN "ORIGINAL SIGNED"
Name Signature

SUPERINTENDENT

A. McBEATH "ORIGINAL SIGNED"
Name Signature

SECRETARY TREASURER OR TREASURER

D. R. POWER "ORIGINAL SIGNED"
Name Signature

November 30, 2004
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

KPMG LLP
Chartered Accountants
10125 - 102 Street
Edmonton AB T5J 3V8
Canada

Telephone (780) 429-7300
Telefax (780) 429-7379
www.kpmg.ca

AUDITORS' REPORT

We have audited the statement of financial position of the Edmonton School District No. 7 as at August 31, 2004 and the statements of revenues and expenses, changes in net assets, capital allocations and cash flows for the year then ended. These financial statements, which are presented in the format prescribed by Alberta Learning, are the responsibility of the District's administration. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by administration, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at August 31, 2004 and the results of its operations and its cash flows, net assets, and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

KPMG LLP

Chartered Accountants

Edmonton, Canada

November 4, 2004

KPMG LLP, a Canadian limited liability partnership is the Canadian member firm of KPMG International, a Swiss cooperative.

School Jurisdiction Code: 3020

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$12,413,789	$27,595,790
Accounts receivable (net after allowances)		$28,004,421	$14,393,332
Prepaid expenses		$1,245,500	$1,040,951
Other current assets		$4,830,596	$5,084,584
Total current assets		$46,494,306	$48,114,657
School generated assets		$5,245,859	$4,937,200
Trust assets		$601,629	$593,402
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$837,590	$837,590
Buildings	$595,165,276		
Less: accumulated amortization	($337,495,010)	$257,670,266	$248,845,046
Equipment	$197,390,363		
Less: accumulated amortization	($165,301,309)	$32,089,054	$34,235,180
Vehicles	$2,451,529		
Less: accumulated amortization	($1,848,195)	$603,334	$582,723
Total capital assets		$291,200,244	$284,500,539
TOTAL ASSETS		$343,542,038	$338,145,798
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$30,131,583	$22,975,066
Deferred revenue		$7,208,378	$16,318,079
Deferred capital allocations		$1,598,821	$9,345,678
Current portion of all long term debt		$6,806,712	$8,411,563
Total current liabilities		$45,745,494	$57,050,386
School generated liabilities		$5,245,859	$4,937,200
Trust liabilities		$601,629	$593,402
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$34,887,739	$42,070,371
Less: Current portion of supported debt		($5,721,731)	($7,182,632)
Unsupported: Debentures and Capital Loans		$4,367,802	$4,256,233
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($1,084,981)	($1,228,931)
Unamortized capital allocations		$159,873,636	$148,200,727
Total long term liabilities		$198,169,953	$191,646,370
TOTAL LIABILITIES		$243,915,447	$248,696,756
NET ASSETS			
Unrestricted net assets		$5,353,851	($2,487,191)
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$5,353,851	($2,487,191)
Investment in capital assets		$92,461,024	$89,973,209
Capital Reserves		$1,811,716	$1,963,024
Total Capital Funds		$94,272,740	$91,936,233
Total net assets		$99,626,591	$89,449,042
TOTAL LIABILITIES AND NET ASSETS		$343,542,038	$338,145,798

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 3020

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003 Restated
REVENUES			
Alberta Learning	$477,900,661	$465,759,402	$457,950,165
Alberta Infrastructure	$52,300,357	$49,215,881	$52,688,414
Alberta Finance	$3,790,041	$3,790,000	$4,673,978
Other Government of Alberta	$2,925,294	$841,932	$2,630,837
Federal Government and/or First Nations	$1,669,731	$1,285,692	$2,059,410
Other Alberta school authorities	$2,103,165	$2,714,500	$2,080,831
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$2,335,281	$1,417,492	$1,753,068
Transportation fees	$5,288,167	$5,011,000	$4,646,637
Other sales and services	$18,761,429	$11,981,024	$18,798,894
Investment income	$1,046,188	$0	$1,537,460
Gifts and donations	$4,545,946	$3,836,212	$3,735,992
Rentals of facilities	$2,228,628	$1,373,259	$1,843,814
Net school generated funds	$4,030,049	$3,011,809	$4,136,591
Gains on disposal of capital assets	$0	$0	$3,326,892
Amortization of capital allocations	$11,990,618	$14,484,400	$12,431,731
Total Revenues	$590,915,555	$564,722,603	$574,294,714
EXPENSES			
Certificated salaries	$293,144,823	$266,769,506	$296,147,646
Certificated benefits	$33,254,851	$32,278,975	$34,896,547
Uncertificated salaries and wages	$108,939,137	$85,516,828	$102,058,027
Uncertificated benefits	$21,851,448	$16,835,990	$19,680,487
Services, contracts and supplies	$96,447,905	$127,657,986	$91,226,565
Net school generated funds	$4,030,049	$3,011,809	$4,136,591
Capital and debt services			
Amortization of capital assets			
Supported	$11,990,618	$14,484,400	$12,433,664
Unsupported	$13,483,902	$14,826,200	$13,735,376
Total Amortization of capital assets	$25,474,520	$29,310,600	$26,169,040
Interest on capital debt			
Supported	$3,790,041	$3,790,000	$4,673,978
Unsupported	$213,006	$189,000	$507,620
Total interest on capital debt	$4,003,047	$3,979,000	$5,181,598
Other interest charges	$261,758	$882,400	$75,855
Losses on disposal of capital assets	$28,974	$0	$0
Total Expenses	$587,436,512	$566,243,094	$579,572,356
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$3,479,043	($1,520,491)	($5,277,642)
Unrestricted revenues used for capital purposes	$6,698,506	$4,076,910	$6,587,070
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$10,177,549	$2,556,419	$1,309,428

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 3020

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$10,177,549	$1,309,428
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($11,990,618)	($12,431,731)
Total amortization expense	$25,474,520	$26,169,040
Gains on disposal of capital assets	$0	($3,326,892)
Losses on sale of capital assets	$28,974	$0
Changes in accrued accounts:		
Accounts receivable	($13,611,089)	($2,430,233)
Prepaids and other current assets	$49,439	($323,239)
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$7,156,517	($8,043,994)
Deferred revenue	($9,109,701)	($7,406,139)
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	$8,175,591	($6,483,760)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($24,197,665)	($23,416,839)
Equipment	($7,892,883)	($7,884,847)
Vehicles	($112,651)	$0
Net proceeds from disposal of capital assets	$0	$3,550,422
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($32,203,199)	($27,751,264)
C. FINANCING ACTIVITIES		
Capital allocations received	$8,734,038	$3,076,313
Issue of long term debt	$1,340,500	$1,260,318
Repayment of long term debt	($8,411,563)	($11,702,972)
Add back: supported portion	$7,182,632	$9,870,073
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$8,845,607	$2,503,732
Net sources (uses) of cash equivalents* during year	($15,182,001)	($31,731,292)
Cash Equivalents at the beginning of the year	$27,595,790	$59,327,082
Cash Equivalents at the end of the year	$12,413,789	$27,595,790

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code 3020

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$89,449,042	$89,973,209	($2,487,191)	$1,963,024	$0	$0	$0	$0	$0	$1,963,024	$0	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$89,449,042	$89,973,209	($2,487,191)	$1,963,024	$0	$0	$0	$0	$0	$1,963,024	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$10,177,549		$10,177,549											
Board funded capital transactions		$14,724,250	($14,470,486)	($253,764)	$0	$0	$0	$0	$0	($253,764)	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($25,474,520)	$25,474,520											
Amortization of capital allocations		$11,990,618	($11,990,618)											
Disposal of unsupported capital assets	$0	($28,974)	$28,974	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$47,510	($47,510)			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$1,228,931	($1,228,931)											
Net transfers to operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers from operating reserves			$0	$0	$0		$0		$0		$0		$0	
Net transfers to capital reserves			($102,456)	$102,456		$0		$0		$102,456		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$99,626,591	$92,461,024	$5,353,851	$1,811,716	$0	$0	$0	$0	$0	$1,811,716	$0	$0	$0	$0

School Jurisdiction Code: 3020

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$9,345,678	$148,200,727
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$8,687,675	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$46,363	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$7,182,632
Expended capital allocations - current year		($16,480,895)	$16,480,895
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$11,990,618
Balance at August 31, 2004		$1,598,821	$159,873,636

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

NOTES TO FINANCIAL STATEMENTS

August 31, 2004
(amounts in thousands)

1. Authority and purpose

Edmonton School District No. 7 (the District) is empowered to provide public education through bylaws approved by its Board of Trustees and pursuant to the provisions of the Alberta School Act.

2. Significant accounting policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Capital assets

Capital assets are recorded at original cost and commencing in the year following the year of acquisition, amortization is recorded on a straight-line basis over the estimated useful lives of the assets using the following rates:

Buildings and site improvements	2.5% to 10%
Furniture and Equipment	10% and 20%
Vehicles	10%

Revenue recognition

The District receives block allocations for instruction, support and capital purposes under Alberta Government Regulations, which limits funding, and expenses for administration. The regulation also permits the District within specified limits, to reallocate funding between the instruction and support blocks.

Grants from the province that are restricted for the acquisition of capital assets are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations, which are amortized on the same basis and at the same rates as are applied to amortization of the cost of the assets. The accumulated surplus is not impacted as the additional income is offset by the additional capital asset amortization expense of an equal amount.

Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction has been met.

Contributed services

Volunteers assist schools operated by the District in carrying out certain activities. Because of the difficulty of determining the fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Inventories

Inventories consist of supplies valued at the lower of average cost or net realizable value.

Financial Instruments

The District's financial instruments consist of cash, accounts receivable, accounts payable and accruals; trust funds and long-term debt. It is the management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The District has invested surplus funds in accordance with Section 44 of the *School Act* and Section 5 of the *Trustees Act*.

Capital Reserve

An amount equal to the net proceeds of sale of capital assets and interest generated by these funds is transferred to the capital reserve. The utilization of the reserve is restricted to capital expenditures under external restrictions or internal restrictions at the discretion of the Board of Trustees.

Pensions

The current service and past service costs of the Alberta Teachers' Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the District does not make pension contributions for certificated staff.

The District participates in the Local Authorities Pension Plan, which is a multi-employer pension plan. The service costs for employees for the current year of $5,572 (2003 - $4,444) are included in these statements and comprise the district costs of employer contribution.

3. Related party transactions

Alberta Learning and Alberta Infrastructure are the departments of the Government of Alberta which administer education, various school boards and school board infrastructure funding.

The District has had the following transactions with Alberta Learning, Alberta Infrastructure and Alberta Finance.

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2004
(amounts in thousands)

		2003
Alberta Learning		
Funding Received		
Block Allocation Entitlement		
Instruction Block	$ 398,984	$ 388,207
Support Block	34,572	33,242
Other	44,345	36,501
	477,901	457,950
Alberta Infrastructure		
Operations and Maintenance Support	49,919	49,376
Infrastructure Maintenance Program	7,408	6,187
Modernization Block Funding Program	1,671	3,712
Capital Allocations	8,734	2,229
	67,732	61,504
Alberta Finance		
Capital Block - supported capital debt interest	3,790	4,674
Capital Block - supported capital debt principal repayment	7,183	9,870
	10,973	14,544
Total funding received	$ 556,606	$ 533,998

4. Accounts Receivable

Accounts receivable comprises:

		2003
Province of Alberta	$ 25,475	$ 11,585
Federal Government	1,103	932
Other Alberta School Jurisdictions	816	801
Other	610	1,075
Total	$ 28,004	$ 14,393

5. School generated funds

(a) School generated assets arise from the receipt of monies for various services and activities offered by individual schools such as student unions, yearbooks, instructional materials, textbook rentals, field trips and fundraising projects of various types. Any excess of receipts over disbursements from these services and activities is placed on deposit with various chartered banks and is available for future use by the schools.

	2004	**2003**
School generated assets		
Cash	$ 6,495	$ 5,860
Term deposits	1,351	967
	7,846	6,827

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2004
(amounts in thousands)

Inventory		
Bookstore	13	25
Cafeteria	2	2
	15	27
Refundable deposits and advance fees	(2,615)	(1,917)
Net Assets and Funds	$ 5,246	$ 4,937

(b) School Generated Funds revenue and expenses have been reported net of cost recoveries as follows:

		2003
Total School Generated Funds	$ 14,266	$ 13,828
Less: Related cost recoveries	10,236	9,691
Net	$ 4,030	$ 4,137

6. Capital Assets

	2004			2003
	Cost	Accumulated Amortization	Carrying Value	Carrying Value
Land	$ 838	-	$ 838	$ 838
Buildings and Site Improvements	595,165	337,495	257,670	248,845
Furniture and Equipment	197,390	165,302	32,088	34,235
Vehicles	2,452	1,848	604	583
	$ 795,845	$ 504,645	$ 291,200	$ 284,501

7. Accounts payable and accruals

Accounts payable and accruals comprises:

		2003
Province of Alberta	$ 2,040	$ 3,172
Federal Government	1,148	1,872
Alberta Municipalities	3	39
Other Alberta School Jurisdictions	-	12
Other	26,940	17,880
Total	$ 30,131	$ 22,975

NOTES TO FINANCIAL STATEMENTS . . . *continued*

August 31, 2004
(amounts in thousands)

8. Deferred Revenue

Deferred revenue comprises:

	2004	2003
Basic Instruction	$ -	$ 859
Foreign Students	2,763	3,073
One-time O & M Funding	-	2,183
Funding for Amiskwaciy Academy	1,564	3,296
Deferred Block Funding Revenue	764	4,826
Metro Community College	516	368
Curriculum & Programs	306	6
Alberta Initiative for School Improvement	841	482
Other	454	1,225
Total	$ 7,208	$ 16,318

Change in deferred revenue during the year

	2004	2003
Balance at beginning of year	$ 16,318	$ 23,724
Add: Revenue received during the year	139,534	152,786
	155,852	176,510
Less: Amount recognized as revenue for the year	148,644	160,192
Balance at end of year	$ 7,208	$ 16,318

9. Long-Term Debt

Principal payments and interest for the next five years and to maturity on debenture debt outstanding at August 31, 2004 are approximately as follows:

Year Ending August 31	Principal	Interest	Total
2005	$ 6,807	$ 3,660	$ 10,467
2006	5,887	3,017	8,904
2007	4,910	2,474	7,384
2008	4,726	2,000	6,726
2009	4,342	1,544	5,886
2010 – maturity	12,583	2,633	15,216
Total	$ 39,255	$ 15,328	$ 54,583

Interest is payable at various rates ranging from 4.038% to 12.0% on the total long-term debt of:

		2003
Total debenture debt	$ 39,255	$ 46,327
Due within one year	6,807	8,412
	$ 32,448	$ 37,915

The total district debenture debt will be repaid by the year 2015. The fair value of long-term debt does not differ significantly from its carrying value.

Included in long-term debt are unspent funds of $390 for capital asset purchases

The current portion of long-term debt includes amounts payable by Alberta Finance for supported debt principal. As this amount is not payable by the District, the District's working capital has been increased as follows:

		2003
Working Capital Surplus per statements	$ 2,348	410
Supported Current Portion of long-term debt	5,722	7,183
	$ 8,070	$ 7,593

The District paid $4,426 (2003 - $5,521) interest on long-term debt in the year.

10. Deferred Capital Allocations

Capital allocations received for qualifying capital projects initiated by the District have been capitalized. These allocations are transferred to unamortized capital allocations as the capital expenditure is incurred. Details of the changes in the deferred capital allocations account are as follows:

		2003
Balance at beginning of year	$ 9,346	$ 18,018
Funds received from other sources	-	848
Allocations received and receivable during the year	8,734	2,229
Transfers to Unamortized Capital Allocations	(16,481)	(11,749)
Balance at end of year	$ 1,599	$ 9,346

NOTES TO FINANCIAL STATEMENTS . . . continued

August 31, 2004
(amounts in thousands)

11. Unamortized Capital Allocations

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in supported capital assets other than land and equipment purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the related amortization expense being deducted. Transfers from deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2004	2003
Balance at beginning of year	$ 148,201	$ 139,014
Supported Debenture Principal Repayment	7,183	9,870
Transfer from Deferred Capital Allocations	16,481	11,749
Transfer to Capital Allocation Revenue	(11,991)	(12,432)
Balance at end of year	$ 159,874	$ 148,201

The Urban Schools Insurance Consortium

The District is a member of The Urban Schools Insurance Consortium (USIC), which facilitates the placement of property and liability insurance coverage for thirteen jurisdictions throughout the province of Alberta. Premium rebates are received from the insurers favorable claims experience and accumulated by the consortium to self-insure a portion of the member's risk exposure. The District's share of the accumulated consortium funds as at August 31, 2004 was $ 2,192 (2003 - $ 1,670). This amount has not been recognized in the district's financial statements, as the revenue has not been realized by the District.

Comparative Figures

The actual 2003 comparative figures have been reclassified where necessary, to conform to actual 2004 presentation. The 2003 comparative figures for provincial and other grants and for salaries and employee benefits have been reclassified from those presented in the audited financial statements for the year ended August 31, 2003.

School Jurisdiction Code:

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$398 983 578	$28 235 146	$370 748 432						
(2) Support block	$34 571 758				$15 637 987			$18 933 771	
(3) Instruction & support block reallocations	$0	($1 390 679)	($2 010 338)		$1 390 679			$0	$2 010 338
(4) Alberta Initiative for School Improvement (AISI)	$9 256 837	$0	$9 256 837						
(5) Student Health Initiative (SHI)	$869 929	$0	$869 929						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$17 295 000	$484 589	$16 122 563					$90 173	$597 675
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$2 454 581								$2 454 581
(10) Other Alberta Learning revenues	$14 468 878	$0	$8 629 799	$1 783 721	$0			$578 841	$3 478 717
(11) **Total Alberta Learning Revenue**	$477 900 561	$27 329 056	$403 617 222	$1 783 721	$17 028 666			$19 602 585	$8 539 411
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$2 380 976			$2 380 976					
(13) Operations & Maintenance support	$47 736 610			$47 736 610					
(14) Operations & Maintenance support (One-Time)	$2 182 771			$2 182 771					
(15) **Total Alberta Infrastructure Revenue**	$52 300 357			$52 300 357					
(16) **Alberta Finance**	$3 790 041			$3 790 041					$0
(17) **Other - Government of Alberta**	$2 925 294	$0	$1 010 792	$0	$0			$117 012	$1 797 490
(18) **Federal Government and/or First Nations**	$1 669 731	$0	$1 074 515	$0	$0			$66 789	$528 427
(19) **Other Alberta school authorities**	$2 103 165	$63 257	$805 755	$0	$0			$84 127	$1 150 026
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$2 335 281	$0	$2 335 281						
(23) **Transportation fees**	$5 288 167				$5 288 167				
(24) **Other sales and services**	$18 761 429	$0	$9 681 638	$343 865	$0			$748 063	$7 987 863
(25) **Investment income**	$1 046 188	$0	$1 004 340	$0	$0			$41 848	$0
(26) **Gifts and donations**	$4 545 946	$0	$4 545 946	$0	$0				$0
(27) **Rentals of facilities**	$2 228 628		$1 596 230	$0	$0			$89 145	$543 253
(28) **Net school generated funds**	$4 030 049	$0	$3 868 847	$0	$0			$161 202	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$11 990 618		$0	$11 990 618	$0				$0
(31) **TOTAL REVENUES**	$590 915 555	$27 392 313	$429 540 566	$70 208 602	$22 316 833			$20 910 771	$20 546 470
EXPENSES									
(32) **Certificated salaries**	$293 144 823	$8 181 512	$272 805 013				$1 526 389	$1 526 389	$10 631 909
(33) **Certificated benefits**	$33 254 851	$963 889	$30 956 545				$175 401	$175 401	$1 159 016
(34) **Uncertificated salaries and wages**	$108 939 137	$8 466 948	$53 239 781	$31 040 031	$477 348	$256 422	$9 582 633	$9 839 055	$5 875 974
(35) **Uncertificated benefits**	$21 851 448	$1 644 052	$10 679 278	$6 837 755	$94 144	$27 472	$1 593 721	$1 621 193	$975 026
(36) **SUB - TOTAL**	$457 190 259	$19 256 401	$367 680 617	$37 877 786	$571 492	$283 894	$12 878 144	$13 162 038	$18 641 925
(37) **Services, contracts & supplies**	$96 447 905	$1 956 003	$39 586 763	$24 950 021	$23 259 296	$70 192	$4 721 085	$4 791 277	$1 904 545
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$4 030 049	$0	$4 030 049	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$11 990 618	$0	$0	$11 990 618	$0		$0	$0	$0
(41) Unsupported	$13 483 902	$360 533	$8 824 701	$4 085 622	$9 439	$0	$203 607	$203 607	$0
(42) Total Amortization	$25 474 520	$360 533	$8 824 701	$16 076 240	$9 439	$0	$203 607	$203 607	$0
Interest on capital debt									
(43) Supported	$3 790 041	$0	$928 560	$2 695 477	$20 466		$145 538	$145 538	$0
(44) Unsupported	$213 006	$0	$0	$213 006	$0	$0	$0	$0	$0
(45) Other interest charges	$261 758	$0	$261 758	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$28 974	$0	$0	$28 974	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$587 436 512	$21 572 937	$421 312 448	$81 841 504	$23 860 693	$354 086	$17 948 374	$18 302 460	$20 546 470
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$3 479 043	$5 819 376	$8 228 118	($11 632 902)	($1 543 860)			$2 608 311	$0

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$200,809,622	$39,806,824	$0	$19,003,197	$9,094,576	$4,033,596	$57,198	$272,805,013
Certificated benefits	$22,508,929	$4,552,799	$0	$2,299,387	$1,100,444	$488,065	$6,921	$30,956,545
Uncertificated salaries and wages	$33,736,434	$3,466,502	$0	$7,631,300	$7,566,357	$209,688	$629,500	$53,239,781
Uncertificated benefits	$6,793,537	$553,085	$0	$1,594,942	$1,581,369	$42,406	$113,939	$10,679,278
SUB - TOTAL REMUNERATION	$263,848,522	$48,379,210	$0	$30,528,826	$19,342,746	$4,773,755	$807,558	$367,680,617
Services, contracts & supplies	$28,569,328	$2,368,636	$0	$3,804,561	$1,401,066	$3,376,041	$67,131	$39,586,763
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$4,030,049							$4,030,049
Amortization of capital assets								
Supported	$0	$0	$0					$0
Unsupported	$8,824,701	$0	$0					$8,824,701
Total Amortization	$8,824,701	$0	$0					$8,824,701
Interest on capital debt								
Supported	$928,560	$0						$928,560
Unsupported	$0	$0						$0
Other interest charges	$261,758	$0						$261,758
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$306,462,918	$50,747,846	$0	$34,333,387	$20,743,812	$8,149,796	$874,689	$421,312,448
FTE Certificated				295.8	143.5			
FTE Uncertificated				247.4	247.3			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$329,485,617	$31,410,922	$22,109,948	($2,010,338)	$380,996,149	$326,439,806	$54,556,343
School Admin & Instruction Support Expenses						$50,747,846	($50,747,846)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$329,485,617	$31,410,922	$22,109,948	($2,010,338)	$380,996,149	$377,187,652	$3,808,497
Sub-Programs & Initiatives							
Severely Disabled	$22,226,595	$1,588,012	$588,721		$24,403,328	$20,743,812	$3,659,516
English as a Second Language	$2,598,816				$2,598,816	$2,598,816	$0
Enhanced Opportunities	$860,472				$860,472	$860,472	$0
First Nations, Metis, and Inuit Education	$454,655		$889,394		$1,344,049	$1,344,049	$0
Institutional Programs	$4,805,762				$4,805,762	$4,805,762	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$760,105				$760,105		$760,105
Teacher Assistants Program	$1,447,932				$1,447,932	$1,447,932	$0
Early Literacy Initiative (K-2)	$2,677,527				$2,677,527	$2,677,527	$0
Learning Resources Credit & Resources for the Classroom	$660,445	$1,880,194	$2,335,281		$4,875,920	$4,875,920	$0
Technology Integration	$3,292,872		$0		$3,292,872	$3,292,872	$0
French Language Program & Francisation (all jurisdictions)	$341,778		$0		$341,778	$341,778	$0
Home Education	$1,135,856		$0		$1,135,856	$1,135,856	$0
Total Sub-Programs & Initiatives	$41,262,815		$3,813,396		$48,544,417	$44,124,796	$4,419,621
INSTRUCTION, GRADES 1-12	$370,748,432	$34,879,128	$25,923,344	($2,010,338)	$429,540,566	$421,312,448	$8,228,118

School Jurisdiction Code: 3020

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$395,690,706
Support Block - Transportation	$15,637,987
SUBTOTAL	$411,328,693

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$47,736,610
Teacher Salary Enhancement	$17,295,000
Other Alberta Learning revenues (Describe) See attachment for breakdown of this revenue	$14,468,878
Other - Government of Alberta (Excluding Alberta Finance)	$2,925,294
Federal government/First Nations	$1,669,731
Other Alberta school authorities	$2,103,165
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$18,761,429
Interest on investments	$1,046,188
Rentals of facilities	$2,228,628
Gains on disposal of capital assets	$0
Amortization of capital allocations	$11,990,618
School generated funds (Schedule E)	$14,574,701
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$546,128,935**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1-12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$21,845,157

Considerations for Charter Schools and Small Boards:

If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$21,845,157**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$18,302,460
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$18,302,460

Maximum Expense Limit for Board & System Administration (Step 3)	$21,845,157
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$3,542,697

School Jurisdiction Code: 3020

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$4,937,200
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$14,574,701	
Less: SGF - related cost recoveries (Note 3)	$10,235,993	
- capitalized at the District level (Note 4)	$0	
Net Total	$4,338,708	
Plus: Donations Received (Note 5)	$0	
Equals: Net Additions to SGF		$4,338,708
Net SGF Available for discretionary spending		$9,275,908
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$4,030,049
Unexpended SGF - Closing Balance August 31, 2004		$5,245,859

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 3020

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$19,210,866	$9,450,186	$0	$0	$2,378,979	$31,040,031		$31,040,031
Uncertificated benefits	$4,479,063	$1,783,343	$0	$0	$575,349	$6,837,755		$6,837,755
Sub-total Remuneration	$23,689,929	$11,233,529	$0	$0	$2,954,328	$37,877,786		$37,877,786
Contracted Services	$92,003	$674,690	$294,269	$2,380,976	$110,722	$3,552,660		$3,552,660
Supplies	$692,640	$3,821,789	$0	$0	$222,288	$4,736,717		$4,736,717
Electricity			$7,004,618			$7,004,618		$7,004,618
Natural Gas/Heating Fuel			$5,792,605			$5,792,605		$5,792,605
Sewer and Water			$1,063,059			$1,063,059		$1,063,059
Telecommunications			$1,392,685			$1,392,685		$1,392,685
Insurance					$1,407,677	$1,407,677		$1,407,677
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$11,990,618	$11,990,618
Unsupported						$4,085,622		$4,085,622
Total Amortization						$4,085,622	$11,990,618	$16,076,240
Interest on capital debt								
Supported							$2,695,477	$2,695,477
Unsupported				$213,006		$0		$213,006
Other interest charges						$0		$0
Losses on disposal of capital assets						$28,974		$28,974
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$24,474,572	$15,730,008	$15,547,236	$2,593,982	$4,695,015	$67,155,409	$14,686,095	$81,841,504
SQUARE METRES								
School Buildings								1,051,633.0
Non School Buildings								82,972.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	553.7	216.5						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations

School Jurisdiction Code: 3020

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-200
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	HANSEN, SVEND	1.0	$28,705	$1,508	$5,079			$35,292	$8,304
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	NICHOLSON, GEORGE	1.0	$23,370	$440	$5,804			$29,614	$8,521
Name	DEAN, BOB	1.0	$22,566	$1,505	$6,737			$30,808	$7,398
Name	BONKO, BILL	1.0	$22,847	$5,256	$4,975			$33,078	$7,539
Name	FLEMING, DON	1.0	$21,120	$5,116	$6,323			$32,559	$10,555
Name	ODYNSKI, LYNNE	1.0	$20,064	$4,084	$7,152			$31,300	$6,294
Name	GIBEAULT, GERRY	1.0	$20,064	$3,729	$4,934			$28,727	$10,307
Name	MARTIN, RAY	1.0	$20,064	$4,329	$7,566			$31,959	$5,924
Name	WOODROW, JEAN	1.0	$22,566	$1,505	$6,488			$30,559	$5,350
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*9.0*	*$201,366*	*$27,472*	*$55,058*			*$283,896*	*$70,192*
Superintendent	McBEATH, ANGUS	1.0	$159,956	$9,521	$0	$0	$0	$169,477	$466
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	SHERWOOD, ANNE	1.0	$80,793	$12,817	$2,196	$0	$0	$95,806	$7,496
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	POWER, DEAN	1.0	$114,255	$16,057	$2,196	$0	$0	$132,508	$6,105
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		4,244.3	$293,144,823	$33,254,851	$0	$0	$0	$326,399,674	
Uncertificated Salaries & Wages		2,838.9	$108,382,767	$21,785,581	$0	$0	$0	$130,168,348	
TOTALS			**$402,083,960**	**$55,106,299**	**$59,450**	$0	$0	**$457,249,709**	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 46

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Elk Island Catholic Separate Regional Division No. 41
Legal Name of School Jurisdiction

160 Festival Way; Sherwood Park, AB T8A 5Z2
Mailing Address

780-467-8896 (phone) 780-467-5469 (fax)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Elk Island Catholic Separate Regional Division No. 41 (Legal Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. John Convey
Name
Signature

SUPERINTENDENT

Mr. Doug Aitkenhead
Name
Signature

SECRETARY TREASURER OR TREASURER

Mrs. Alberta Hutchings
Name
Signature

Board-approved Release Date

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

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AUDITORS' REPORT

To the Board of Trustees
Elk Island Catholic Separate Regional Division No. 41
Sherwood Park, Alberta

We have audited the statement of financial position of Elk Island Catholic Separate Regional Division No. 41 as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Regional Division as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Hawkings Epp Dumont LLP

Edmonton, Alberta
November 1, 2004

HAWKINGS EPP DUMONT LLP
Chartered Accountants

Founding Partners
F.J. Bruha, CA (Deceased)
A.W. Whelan, CA (Retired)

Stony Plain Office
Phone (780) 963-2727
Fax (780) 963-1294
Email: email@hawkings.com

*Professional Corporation

School Jurisdiction Code: 46

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$2,089,022	$8,786,671
Accounts receivable (net after allowances)		$4,957,110	$2,306,361
Prepaid expenses		$156,878	$136,553
Other current assets		$1,827	$0
Total current assets		$7,204,837	$11,229,585
School generated assets		$403,478	$375,103
Trust assets		$76,586	$99,938
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,656,711	$1,656,710
Buildings	$60,628,656		
Less: accumulated amortization	($28,733,001)	$31,895,655	$26,568,556
Equipment	$3,925,574		
Less: accumulated amortization	($1,695,385)	$2,230,189	$1,007,204
Vehicles	$2,523,195		
Less: accumulated amortization	($1,819,929)	$703,266	$769,571
Total capital assets		$36,485,820	$30,002,041
TOTAL ASSETS		$44,170,721	$41,706,666
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$4,996,624	$4,124,162
Deferred revenue		$445,504	$672,177
Deferred capital allocations		$394,095	$5,161,931
Current portion of all long term debt		$1,293,387	$1,406,580
Total current liabilities		$7,129,610	$11,364,850
School generated liabilities		$403,478	$375,103
Trust liabilities		$76,586	$99,938
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$8,592,925	$9,989,504
Less: Current portion of supported debt		($1,283,387)	($1,396,580)
Unsupported: Debentures and Capital Loans		$20,000	$30,000
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($10,000)	($10,000)
Unamortized capital allocations		$24,026,568	$16,255,273
Total long term liabilities		$31,826,171	$25,343,238
TOTAL LIABILITIES		$38,955,781	$36,708,088
NET ASSETS			
Unrestricted net assets		$363,436	$363,437
Operating Reserves		$700,854	$717,937
Accumulated Operating Surplus (Deficit)		$1,064,290	$1,081,373
Investment in capital assets		$3,846,324	$3,727,264
Capital Reserves		$304,326	$189,940
Total Capital Funds		$4,150,651	$3,917,204
Total net assets		$5,214,940	$4,998,577
TOTAL LIABILITIES AND NET ASSETS		$44,170,721	$41,706,666

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 46

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$34,293,924	$33,831,795	$33,019,697
Alberta Infrastructure	$4,228,217	$4,039,388	$3,817,351
Alberta Finance	$977,296	$1,339,725	$1,136,107
Other Government of Alberta	$13,791	$6,000	$196,935
Federal Government and/or First Nations	$83,905	$86,300	$81,792
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$299,024	$304,948	$302,683
Transportation fees	$81,887	$89,500	$79,852
Other sales and services	$685,956	$108,188	$762,445
Investment income	$121,596	$104,000	$101,843
Gifts and donations	$32,672	$19,000	$21,746
Rentals of facilities	$52,542	$38,000	$52,586
Net school generated funds	$178,221	$130,000	$152,924
Gains on disposal of capital assets	$2,000	$2,700	$0
Amortization of capital allocations	$1,654,998	$1,577,827	$1,697,936
Total Revenues	$42,706,029	$41,677,371	$41,423,896
EXPENSES			
Certificated salaries	$21,637,980	$20,154,069	$20,575,253
Certificated benefits	$2,535,044	$2,519,259	$2,451,862
Uncertificated salaries and wages	$7,613,710	$7,298,546	$7,506,232
Uncertificated benefits	$1,511,886	$1,277,246	$1,415,641
Services, contracts and supplies	$5,943,699	$7,334,684	$5,667,825
Net school generated funds	$178,221	$130,000	$152,924
Capital and debt services			
Amortization of capital assets			
Supported	$1,654,998	$1,577,827	$1,586,597
Unsupported	$430,841	$129,895	$463,144
Total Amortization of capital assets	$2,085,839	$1,707,722	$2,049,741
Interest on capital debt			
Supported	$980,192	$1,339,725	$1,136,107
Unsupported	$0	$7,200	$3,995
Total Interest on capital debt	$980,192	$1,346,925	$1,140,102
Other interest charges	$3,095	$3,900	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$42,489,666	$41,772,351	$40,959,579
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$216,363	($94,980)	$464,317
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$216,363	($94,980)	$464,317

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements

School Jurisdiction Code: 46

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$216,363	$464,317
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,654,998)	($1,697,936)
Total amortization expense	$2,085,839	$2,049,741
Gains on disposal of capital assets	($2,000)	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($2,650,749)	($197,856)
Prepaids and other current assets	($22,152)	$80,754
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$872,462	$697,129
Deferred revenue	($226,673)	($329,223)
Employee future benefits	$0	$0
Other (describe)	($2)	$0
Total sources (uses) of cash from Operations	($1,381,910)	$1,066,927
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	($7,905)
Buildings	($6,972,953)	($2,730,416)
Equipment	($1,515,764)	($395,339)
Vehicles	($80,900)	($61,976)
Net proceeds from disposal of capital assets	$2,000	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($8,567,617)	($3,195,636)
C. FINANCING ACTIVITIES		
Capital allocations received	$3,261,878	$7,235,511
Issue of long term debt	$0	$0
Repayment of long term debt	($1,406,579)	($1,411,676)
Add back: supported portion	$1,396,580	$1,401,676
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$3,251,878	$7,225,511
Net sources (uses) of cash equivalents* during year	($6,697,649)	$5,096,802
Cash Equivalents at the beginning of the year	$8,786,671	$3,689,869
Cash Equivalents at the end of the year	$2,089,022	$8,786,671

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code 46

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$4,998,577	$3,727,264	$363,437	$907,877	$162,006	$12,264	$344,263	$10,932	$211,668	$0	$0	$166,744	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$4,998,577	$3,727,264	$363,437	$907,877	$162,006	$12,264	$344,263	$10,932	$211,668	$0	$0	$166,744	$0	$0
Surplus(def) of revenue over expenses	$216,363		$216,363											
Board funded capital transactions		$549,902	$0	($549,902)	($175,354)	$0	($225,266)	$0	($68,381)	$0	$0	($80,901)	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($2,085,839)	$2,085,839											
Amortization of capital allocations		$1,654,998	($1,654,998)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($1,184,656)	$1,184,656	$600,967		$553,547		$30,142		$0		$0	
Net transfers from operating reserves			$732,738	($732,738)	($586,537)		$0		($146,201)		$0		$0	
Net transfers to capital reserves			($195,287)	$195,287		$0		$0		$0		$195,287		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$5,214,940	$3,846,324	$363,436	$1,005,180	$1,082	$12,264	$672,544	$10,932	$27,228	$0	$0	$281,130	$0	$0

School Jurisdiction Code: 46

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$5,161,931	$16,255,273
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$2,974,266	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$237,632	
Interest earned on provincial government capital allocations		$49,980	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$1,396,580
Expended capital allocations - current year		($8,029,714)	$8,029,714
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,654,998
Balance at August 31, 2004		$394,095	$24,026,568

Note: input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

ELK ISLAND CATHOLIC SEPARATE REGIONAL DIVISION NO. 41

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2004

1. AUTHORITY AND PURPOSE

The Division delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The Division receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The Division is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(b) Property and Equipment

Property and equipment are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following annual rates:

Buildings	2.5% and 4%
Equipment and furniture	10% and 20%
Vehicles	10% and 20%

Only property and equipment with a cost in excess of $5,000 are capitalized. Certain lands for school sites have been acquired at no cost to the Division.

Any capital allocations received for property and equipment additions are amortized over the same period as the related asset (see Note 8).

(c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Vacation Pay

Vacation pay is accrued in the period in which the benefit is earned by the employee.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $402,477 (2003 - $300,660) for the year ended August 31, 2004. At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410,987,000 (2002 - deficiency of $444,980,000).

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

(f) Prepaid Expenses

Certain expenditures incurred and paid for before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

(g) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the Division to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Due to the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(h) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

3. ACCOUNTS RECEIVABLE

	2004	2003
Alberta Infrastructure	$ 2,760,332	$ 598,479
Alberta Municipalities	919,899	862,685
Alberta Finance	477,609	559,614
Alberta Learning	296,444	1,000
Other	272,765	145,683
Federal Government	230,061	138,384
Other Alberta school jurisdictions	-	516
	$ 4,957,110	$ 2,306,361

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2004	2003
Trade payables and accrued liabilities	$ 3,091,219	$ 2,215,765
Alberta Learning	1,262,415	1,188,030
Alberta Finance	478,417	560,828
Other Alberta School Jurisdictions	123,583	123,583
Alberta Municipalities	31,442	32,290
Federal government	9,548	3,666
	$ 4,996,624	$ 4,124,162

5. DEFERRED REVENUE

	2004	2003
Infrastructure Maintenance Program (formerly BQRP)	$ 186,817	$ 594,310
Alberta Initiative for School Improvements	116,700	42,419
Other	114,236	34,045
LRDC	27,751	1,403
	$ 445,504	$ 672,177

6. LONG-TERM DEBT

The following annual payments of principal are due on debenture debt:

2005	$ 1,293,387
2006	1,274,982
2007	1,264,981
2008	1,247,981
2009	1,051,969
2010 to maturity	2,479,624
	$ 8,612,924

The debentures held by the Alberta Municipal Financing Corporation bear interest at rates ranging from 7.5% to 12.0%. Of the balance of $8,612,924, $8,592,924 is supported by Alberta Finance.

7. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the Division but the related expenditure has not yet been made at year-end. Deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to unamortized capital allocations.

8. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have to be amortized over the useful life of the applicable property and equipment to which the restricted capital allocations apply. Unamortized capital allocations are increased by transfers of previously deferred capital allocations which are now spent, as well as fully-supported debentured capital funds, as the principal is repaid.

9. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the Division for two teachers who are on deferred salary leave plans and for three scholarship funds.

	2004	2003
Deferred salary leave plans	$ 42,680	$ 65,411
Scholarships	33,906	34,527
	$ 76,586	$ 99,938

10. CONTINGENCIES

(a) Contingent Liability

In 1975, the Division entered into an agreement with the Catholic Archdiocese of Edmonton. The Archdiocese provided funds to the Division for the construction and furnishing of school buildings and the Division granted the Archdiocese use of the space at times not usually needed by the Division. The agreement provides that if the agreement is terminated, the sums advanced by the Archdiocese shall be construed as a loan repayable without interest. Under this agreement, the Archdiocese advanced $104,620 for the construction of the Madonna Community Centre.

(b) Contingent Asset

The Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset which the Division can liquidate.

(c) Letter of Guarantee

The Division has provided a letter of guarantee in favour of Strathcona County ("the County") in the amount of $10,000. The guarantee is held for a minimum of two growing seasons to ensure planting material survives or is replaced to the satisfaction of the County. In the event of deficiencies, the County may draw upon the guarantee.

11. COMMITMENTS

(a) Building Projects

The Division is committed to capital expenditures for the completion of Holy Spirit School, five portables for Father Kenneth Kearns School, two portables for Arch Bishop Jordan High School, and additional classroom space at Our Lady of Perpetual Help School of approximately $1,637,000. It is anticipated that these costs will be fully funded by capital allocations from Alberta Infrastructure.

b) Land Lease

The Division and Elk Island Public Schools Regional Division No. 14 ("the Tennant") have entered into a joint agreement with Strathcona County for the lease of the land on which the new Holy Spirit School is being constructed. The lease term commenced May 31, 2002 and extends to May 31, 2052. The base rent for the entire term of the lease is $1. The lease contains a renewal option of two (2) further terms of twenty-five (25) years each. Upon the expiration of the second renewal term, should the Tennant require the lands for active use in the operation of the Holy Spirit School, the County and the Tennant may agree to extend or renew the lease as mutually agreed to by both parties.

At the termination of the lease or the renewal terms, and subject to ministerial approval, the facility shall be surrendered to the County subject only to the County making payment equal to the market value of the facility.

12. ECONOMIC DEPENDENCE

The Division's primary source of income is from the Alberta government. The Division's ability to continue viable operations is dependent on this funding.

13. BUDGET AMOUNTS

The budget was prepared by the Division and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

14. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform to the current year's presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$28 400 140	$1 114 623	$27 285 517						
(2) Support block	$3 567 350				$2 112 639			$1 454 711	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$601 080	$0	$601 080						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$1 302 000	$41 170	$1 247 186					$13 644	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$423 354	$0	$423 354	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$34 293 924	$1 155 793	$29 557 137	$0	$2 112 639			$1 468 355	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$347 721			$347 721					
(13) Operations & Maintenance support	$3 570 289			$3 570 289					
(14) Operations & Maintenance support (One-Time)	$310 207			$310 207					
(15) **Total Alberta Infrastructure Revenue**	$4 228 217			$4 228 217					
(16) **Alberta Finance**	$977 296			$977 296					$0
(17) **Other - Government of Alberta**	$13 791	$0	$10 742	$3 049	$0			$0	$0
(18) **Federal Government and/or First Nations**	$83 905	$0	$82 253	$1 652	$0			$0	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$299 024	$0	$299 024						
(23) **Transportation fees**	$81 887				$81 887				
(24) **Other sales and services**	$681 913	$0	$72 738	$24 871	$61 396			$15 459	$507 449
(25) **Investment income**	$121 596	$0	$23 339	$47 366	$22 220			$28 692	$0
(26) **Gifts and donations**	$32 672	$0	$32 672	$0	$0				$0
(27) **Rentals of facilities**	$52 542		$0	$49 452	$3 090			$0	$0
(28) **Net school generated funds**	$178 221	$0	$178 221	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$2 000		$0	$0	$2 000			$0	$0
(30) **Amortization of capital allocations**	$1 654 998		$0	$1 654 998	$0				$0
(31) **TOTAL REVENUES**	$42 706 029	$1 155 799	$30 218 126	$6 986 904	$2 283 811			$1 510 900	$507 449
EXPENSES									
(32) **Certificated salaries**	$21 837 960	$507 283	$20 749 272				$229 940	$229 940	$351 465
(33) **Certificated benefits**	$2 535 044	$66 357	$2 441 158				$17 288	$17 288	$10 241
(34) **Uncertificated salaries and wages**	$7 915 710	$124 499	$4 376 882	$1 585 511	$801 224	$75 125	$637 071	$712 196	$315 397
(35) **Uncertificated benefits**	$1 511 888	$23 011	$812 362	$289 620	$200 960	$1 985	$121 034	$123 019	$62 493
(36) **SUB - TOTAL**	$33 208 620	$721 158	$28 379 674	$1 875 137	$1 002 195	$74 480	$1 005 351	$1 080 443	$542 013
(37) **Services, contracts & supplies**	$5 943 690	$92 621	$2 254 318	$1 956 277	$1 098 329	$113 086	$440 535	$543 621	$10 473
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$178 221	$0	$178 221	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1 654 998	$0	$33 305	$1 621 693	$0		$0	$0	$0
(41) Unsupported	$430 841	$0	$244 041	$44 944	$111 714	$0	$30 142	$30 142	$0
(42) Total Amortization	$2 085 839	$0	$277 346	$1 666 637	$111 714	$0	$30 142	$30 142	$0
Interest on capital debt									
(43) Supported	$980 192	$0	$0	$980 192	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$3 095	$0	$200	$0	$0		$2 895	$2 895	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$42 489 666	$813 777	$30 789 760	$6 478 302	$2 200 238	$173 072	$1 479 529	$1 657 101	$552 486
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$216 363	$342 022	($571 634)	$508 602	$83 573			($146 201)	$0

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$16 294 389	$1 997 270	$735 266	$0	$1 263 375	$458 971	$0	$20 749 272
Certificated benefits	$1 894 685	$203 477	$38 961	$0	$222 949	$81 086	$0	$2 441 158
Uncertificated salaries and wages	$2 822 051	$763 801	$341 702	$149 328	$0	$0	$0	$4 076 882
Uncertificated benefits	$531 822	$199 793	$54 396	$26 352	$0	$0	$0	$812 362
SUB - TOTAL REMUNERATION	$21 542 947	$3 164 341	$1 170 325	$175 680	$1 486 324	$540 058	$0	$28 079 674
Services, contracts & supplies	$1 168 531	$148 424	$887 592	$0	$41 852	$7 920	$0	$2 254 318
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$178 221							$178 221
Amortization of capital assets								
Supported	$33 305	$0	$0					$33 305
Unsupported	$244 041	$0	$0					$244 041
Total Amortization	$277 346	$0	$0					$277 346
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$200	$0						$200
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$23 167 245	$3 312 765	$2 057 916	$175 680	$1 528 176	$547 977	$0	$30 789 760
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$24 363 041	$2 016 416	$277 712	$0	$26 657 170	$22 466 523	$4 190 647
School Admin & Instruction Support Expenses						$3 312 765	($3 312 765)
System Instruction Support Expenses						$2 057 916	($2 057 916)
Total Basic Instruction	$24 363 041	$2 016 416	$277 712	$0	$26 657 170	$27 837 204	($1 180 035)
Sub-Programs & Initiatives							
Severely Disabled	$2 287 871	$51 804	$0		$2 339 675	$1 528 176	$811 499
English as a Second Language	$5 888				$5 888	$5 888	$0
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$20 288				$20 288		$20 288
Growth & Density	$0				$0		$0
Teacher Assistants Program	$118 009				$118 009	$118 009	$0
Early Literacy Initiative (K-2)	$191 744				$191 744	$191 744	$0
Learning Resources Credit & Resources for the Classroom	$56 417	$205 400	$299 024		$560 841	$823 429	($262 588)
Technology Integration	$236 544		$0		$236 544	$196 519	$40 025
French Language Program & Francisation (all jurisdictions)	$0		$82 253		$82 253	$82 253	($0)
Home Education	$5 715		$0		$5 715	$6 538	($823)
Total Sub-Programs & Initiatives	$2 922 476		$381 277		$3 560 957	$2 952 555	$608 401
INSTRUCTION, GRADES 1-12	$27 285 517	$2 273 620	$658 989	$0	$30 218 126	$30 789 760	($571 633)

School Jurisdiction Code: 46

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block - Grades ECS -12 (excluding technology integration)	$28,163,596
Support Block - Transportation	$2,112,638
SUBTOTAL	$30,276,235

Other Revenues

Alberta Infrastructure (Operations & Maintenance and Lease support)	$3,570,289
Teacher Salary Enhancement	$1,302,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$13,791
Federal government/First Nations	$83,905
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$685,956
Interest on investments	$121,596
Rentals of facilities	$52,542
Gains on disposal of capital assets	$2,000
Amortization of capital allocations	$1,654,998
School generated funds (Schedule E)	$2,097,015
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$39,860,326**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	4.32%
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,720,770
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,720,770**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,657,101
PLUS: transfers to Restricted - Operating (Board/System Administration)	$30,142
LESS: transfers from Restricted - Operating (Board/System Administration)	-$146,201
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,541,042
Maximum Expense Limit for Board & System Administration (Step 3)	$1,720,770
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$179,728

School Jurisdiction Code: 46

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$375,103
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$2,097,015	
Less: SGF - related cost recoveries (Note 3)	$1,893,416	
- capitalized at the District level (Note 4)	$70,521	
Net Total	$133,078	
Plus: Donations Received (Note 5)	$73,518	
Equals: Net Additions to SGF		$206,596
Net SGF Available for discretionary spending		$581,699
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$178,221
Unexpended SGF - Closing Balance August 31, 2004		$403,478

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance, staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 46

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$1,243,771	$162,065	$0	$0	$179,675	$1,585,511		$1,585,511
Uncertificated benefits	$209,027	$33,618	$0	$0	$46,980	$289,625		$289,625
Sub-total Remuneration	$1,452,798	$195,683	$0	$0	$226,656	$1,875,137		$1,875,137
Contracted Services	$10,023	$257,867	$0	$347,721	$0	$615,611		$615,611
Supplies	$129,230	$114,833	$0	$0	$20,242	$264,305		$264,305
Electricity			$546,314			$546,314		$546,314
Natural Gas/Heating Fuel			$369,975			$369,975		$369,975
Sewer and Water			$83,607			$83,607		$83,607
Telecommunications			$13,620			$13,620		$13,620
Insurance					$62,904	$62,904		$62,904
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$1,621,693	$1,621,693
Unsupported						$44,944		$44,944
Total Amortization						$44,944	$1,621,693	$1,666,637
Interest on capital debt								
Supported							$980,192	$980,192
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$1,592,051	$568,382	$1,013,517	$347,721	$309,802	$3,876,417	$2,601,885	$6,478,302
SQUARE METRES								
School Buildings								66,733.0
Non School Buildings								1,877.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	31.2	4.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 46

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-200
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	John convey	1.0	$11,808	$239	$0			$12,047	$2,053
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Ron Baier	1.0	$10,697	$203	$0			$10,900	$5,028
Name	Jean Boisvert	1.0	$10,056	$180	$0			$10,236	$4,343
Name	Ed Muzzechka	1.0	$10,056	$180	$0			$10,236	$4,909
Name	Gerald Mykytiuk	1.0	$10,056	$180	$0			$10,236	$3,305
Name	Ted Pazek	1.0	$10,396	$191	$0			$10,587	$1,055
Name	Tony Sykora	1.0	$10,056	$187	$0			$10,243	$2,941
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.0*	*$73,125*	*$1,361*	*$0*			*$74,486*	*$23,635*
Superintendent		1.0	$120,420	$8,176	$0	$0	$0	$128,596	$16,157
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		1.0	$105,000	$15,937	$0	$0	$0	$120,937	$13,214
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		314.5	$21,517,560	$2,526,868	$0	$0	$0	$24,044,428	
Uncertificated Salaries & Wages		226.7	$7,435,585	$1,494,588	$0	$0	$0	$8,930,173	
TOTALS			**$29,251,690**	**$4,046,930**	**$0**	**$0**	**$0**	**$33,298,620**	

Note: Employed or contracted out **Please refer to completion information on page 15**

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 2195

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Elk Island Public Schools Regional Division #14
Legal Name of School Jurisdiction

683 Wye Road, Sherwood Park, AB. T8B 1N2
Mailing Address

Phone 417-8112, Fax 417-8181
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Elk Island Public Schools Regional Division #14
(Legal Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Pat McLauchlan — "Original Signed By"
Name — Signature

SUPERINTENDENT

Rob McPhee — "Original Signed By"
Name — Signature

SECRETARY TREASURER OR TREASURER

Brian Smith — "Original Signed By"
Name — Signature

16-Dec-04
Board-approved Release Date

c.c. **ALBERTA LEARNING**, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

AUDITORS' REPORT

To the Board of Trustees
Elk Island Public Schools Regional Division No. 14

We have audited the statement of financial position of the **Elk Island Public Schools Regional Division No. 14** as at August 31, 2004 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements have been prepared to comply with Section 149(1) of the School Act and are to be used primarily for financial monitoring purposes by Alberta Learning. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations and its cash flows for the year then ended in accordance with the basis of accounting described in note 2 to the financial statements.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This financial information, which has not been, and was not intended to be, prepared in accordance with Canadian generally accepted accounting principles, is solely for the information and use of Alberta Learning to comply with Section 149(1) of the School Act and is to be used primarily for financial monitoring purposes. The financial information is not intended to be and should not be used by anyone other than the specified users or for any other purpose.

Ernst & Young LLP

Edmonton, Canada
November 12, 2004

Chartered Accountants

School Jurisdiction Code: 2195

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$7,103,333	$14,759,631
Accounts receivable (net after allowances)		$6,244,182	$2,780,718
Prepaid expenses		$282,043	$232,076
Other current assets		$34,945	$6,459
Total current assets		$13,664,503	$17,778,884
School generated assets		$2,150,367	$2,092,007
Trust assets		$2,144,248	$2,407,476
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$1,475,856	$1,475,856
Buildings	$102,198,541		
Less: accumulated amortization	($55,781,136)	$46,417,405	$36,675,210
Equipment	$32,950,282		
Less: accumulated amortization	($31,154,395)	$1,795,887	$2,128,049
Vehicles	$650,606		
Less: accumulated amortization	($376,021)	$274,585	$198,410
Total capital assets		$49,963,733	$40,477,525
TOTAL ASSETS		$67,922,851	$62,755,892
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$7,624,171	$6,884,622
Deferred revenue		$2,641,608	$2,672,411
Deferred capital allocations		$126,641	$6,136,682
Current portion of all long term debt		$2,736,439	$3,176,418
Total current liabilities		$13,128,859	$18,870,133
School generated liabilities		$2,150,367	$2,092,007
Trust liabilities		$2,144,248	$2,407,476
Employee future benefits liability		$0	$0
Long term debt			
Supported:	Debentures and other supported debt	$7,599,354	$9,898,486
	Less: Current portion of supported debt	($2,156,663)	($2,299,132)
Unsupported:	Debentures and Capital Loans	$7,611,028	$2,541,740
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($579,776)	($877,286)
Unamortized capital allocations		$32,809,773	$24,999,283
Total long term liabilities		$49,578,331	$38,762,574
TOTAL LIABILITIES		$62,707,190	$57,632,707
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$2,210,168	$999,292
Accumulated Operating Surplus (Deficit)		$2,210,168	$999,292
Investment in capital assets		$2,406,380	$3,038,016
Capital Reserves		$599,113	$1,085,877
Total Capital Funds		$3,005,493	$4,123,893
Total net assets		$5,215,661	$5,123,185
TOTAL LIABILITIES AND NET ASSETS		$67,922,851	$62,755,892

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2195

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$97,201,485	$95,614,493	$94,217,100
Alberta Infrastructure	$10,850,545	$11,202,360	$11,450,070
Alberta Finance	$905,782	$1,051,096	$1,166,415
Other Government of Alberta	$270,309	$271,509	$193,597
Federal Government and/or First Nations	$848	$110,710	$924
Other Alberta school authorities	$195,260	$119,023	$176,898
Out of province authorities	$0	$0	$0
Alberta Municipalities	$9,082	$0	$16,104
Instruction resource fees	$862,139	$910,290	$690,744
Transportation fees	$157,711	$187,428	$143,354
Other sales and services	$4,593,558	$3,593,148	$3,129,648
Investment income	$306,054	$75,000	$368,572
Gifts and donations	$6,268	$0	$92,197
Rentals of facilities	$147,328	$132,600	$151,606
Net school generated funds	$777,586	$760,000	$690,921
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$2,492,685	$2,087,930	$2,219,980
Total Revenues	$118,776,640	$116,115,587	$114,708,130
EXPENSES			
Certificated salaries	$61,156,253	$61,265,578	$60,572,510
Certificated benefits	$6,382,206	$6,739,191	$6,638,188
Uncertificated salaries and wages	$17,271,628	$17,543,900	$16,903,364
Uncertificated benefits	$3,670,110	$3,770,675	$3,427,146
Services, contracts and supplies	$24,482,309	$25,384,563	$25,282,101
Net school generated funds	$777,586	$760,000	$690,921
Capital and debt services			
Amortization of capital assets			
Supported	$2,492,685	$2,087,930	$2,219,980
Unsupported	$1,344,112	$113,696	$826,985
Total Amortization of capital assets	$3,836,797	$2,201,626	$3,046,965
Interest on capital debt			
Supported	$905,782	$1,051,096	$1,165,185
Unsupported	$200,266	$101,370	$106,439
Total Interest on capital debt	$1,106,048	$1,152,466	$1,271,624
Other interest charges	$1,227	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$118,684,164	$118,817,999	$117,832,819
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$92,476	($2,702,412)	($3,124,689)
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$92,476	($2,702,412)	($3,124,689)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2195

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$92,476	($3,124,689)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,492,685)	($2,219,980)
Total amortization expense	$3,836,797	$3,046,965
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$0	$0
Changes in accrued accounts:		
Accounts receivable	($3,463,464)	$235,648
Prepaids and other current assets	($78,453)	$29,412
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	$739,549	$985,011
Deferred revenue	($30,803)	($554,326)
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($1,396,583)	($1,601,959)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($12,906,797)	($4,412,591)
Equipment	($292,187)	($580,482)
Vehicles	($124,021)	($13,445)
Net proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($13,323,005)	($5,006,518)
C. FINANCING ACTIVITIES		
Capital allocations received	$1,994,002	$9,054,456
Issue of long term debt	$5,295,000	$782,810
Repayment of long term debt	($2,524,844)	($2,570,534)
Add back: supported portion	$2,299,132	$2,476,624
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$7,063,290	$9,743,356
Net sources (uses) of cash equivalents* during year	($7,656,298)	$3,134,879
Cash Equivalents at the beginning of the year	$14,759,631	$11,624,752
Cash Equivalents at the end of the year	$7,103,333	$14,759,631

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 2195

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2003	$5,123,185	$3,038,016	$0	$2,085,169	$158,692	$1,055,677	$837,003	$30,200	$0	$0	$3,597	$0	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug 31, 2003	$5,123,185	$3,038,016	$0	$2,085,169	$158,692	$1,055,677	$837,003	$30,200	$0	$0	$3,597	$0	$0	$0
Surplus(def) of revenue over expenses	$92,476		$92,476											
Board funded capital transactions		$486,764	$0	($486,764)	$0	($486,764)	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($3,836,797)	$3,836,797											
Amortization of capital allocations		$2,492,685	($2,492,685)											
Disposal of unsupported capital assets	$0	$0	$0	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$225,712	($225,712)											
Net transfers to operating reserves			($3,432,558)	$3,432,558	$2,860,934		$0		$334,357		$237,267		$0	
Net transfers from operating reserves			$2,221,682	($2,221,682)	($1,066,634)		($630,706)		($283,478)		($240,864)		$0	
Net transfers to capital reserves			$0	$0		$0		$0		$0		$0		$0
Net transfers from capital reserves			$0	$0		$0		$0		$0		$0		$0
Balance at August 31, 2004	$5,215,661	$2,406,380	$0	$2,809,281	$1,952,992	$568,913	$206,297	$30,200	$50,879	$0	$0	$0	$0	$0

School Jurisdiction Code: 2195

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$6,136,682	$24,999,283
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$1,826,689	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$42,313	
Other capital grants and donations		$125,000	
Proceeds on disposal of supported capital assets		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$2,299,132
Expended capital allocations - current year		($8,004,043)	$8,004,043
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$2,492,685
Balance at August 31, 2004		$126,641	$32,809,773

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements

NOTES TO FINANCIAL STATEMENTS

August 31, 2004

1. AUTHORITY AND PURPOSE

Elk Island Public Schools Regional Division No. 14 (the "Division") was established under the authority of the School Act of Alberta to provide education programs in the Counties of Strathcona No. 20, Lamont No. 30, western portion of Minburn No. 27 and the City of Fort Saskatchewan.

The Division receives block allocations for Instruction and Support under Regulation 72/95 from the Province of Alberta. Funding regulations limit funding and expenses for administration and permits the Division, within specified limits, to reallocate funding between the Instruction and Support blocks.

The Division is considered a non-profit organization within the meaning of the Income Tax Act (Canada) and is exempt from income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared to comply with the accounting requirements prescribed by Alberta Learning for financial statements under Section 149(1) of the Province of Alberta School Act. The basis of accounting used in these financial statements could materially differ from Canadian generally accepted accounting principles because of the prescribed financial statement presentation as required by Alberta Learning for Alberta school jurisdictions.

The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in the administration's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Cash and temporary investments

Cash and temporary investments consist of cash and guaranteed investment certificates with maturity dates of less than 90 days after the fiscal year end.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital assets

Capital assets are recorded at cost and are amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	2.5% to 4%
Equipment	20%
Vehicles	10%

Only capital assets with costs in excess of $5,000 are capitalized.

Amortization is not recorded on assets currently under construction which are classified as work in progress. A full year of amortization is recorded on all capital asset additions in the year the asset is acquired or in the year construction is completed and the asset is ready for its productive use.

Operating and Capital reserves

Operating reserves are established to provide for the costs of future operating expenditures. Capital reserves are established to provide for future replacement or upgrading of capital assets. These reserves are established and expended in accordance with policies established by the Board of Trustees or external restrictions specified by the Province of Alberta.

School generated funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the Division because accountability and responsibility for control of these funds rests with school principals or their appointee(s). In accordance with Ministerial requirements for Alberta school jurisdictions, school generated fund revenues and expenses are presented net of related cost recoveries. Related cost recoveries are the out-of-pocket expenses incurred in generating school generated funds and include funds collected and disbursed for the benefit of individual students.

Financial instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is administration's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets are recorded as unamortized capital allocations and amortized to revenue on the same basis as the capital assets acquired. Capital allocations that remain unspent at year-end are deferred until spent.

Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Contributed services

Volunteers assist schools operated by the Division in carrying out certain activities. Because of the difficulty of determining the fair value of such services, and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Pensions

The Division participates in the multiemployer Local Authorities Pension Plan which is accounted for as a defined contribution plan with the cost of the pension benefits recognized as contributions are made. Annual contributions for the year ended August 31, 2004, were $962,242. At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410,987,000 (2002 - $444,980,000 deficiency).

The current and past service costs of the Alberta Teacher Retirement fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

NOTES TO FINANCIAL STATEMENTS

August 31, 2004

3. CASH AND TEMPORARY INVESTMENTS

	2004 $	2003 $
Cash	**3,602,767**	2,257,167
Temporary investments	**3,500,566**	12,502,464
	7,103,333	14,759,631

At August 31, 2004 $733,200 (2003 – nil) of cash was restricted in use by the bank until conditions of agreement of the term loan are met (see note 10).

4. ACCOUNTS RECEIVABLE

	2004 $	2003 $
Province of Alberta	**5,002,046**	1,939,906
Federal Government - GST	**370,431**	338,905
Insurance claim	**355,987**	-
Employee technology purchases	**165,393**	211,255
International services program	**154,559**	-
Other	**195,766**	290,652
	6,244,182	2,780,718

5. TRUST ASSETS AND LIABILITIES

	2004 $	2003 $
Student Health Initiative Partnership	**2,071,145**	2,327,632
Other trust funds	**73,103**	79,844
	2,144,248	2,407,476

The Division manages funds on behalf of the Student Health Initiative Partnership(s) and accordingly, amounts held at year-end are restricted in their use (see note 12).

The purpose of other trust funds are to fund student scholarships.

6. CAPITAL ASSETS

	2004		
	Cost $	Accumulated amortization $	Net book value $
Land	1,475,856	-	1,475,856
Building	102,198,541	55,781,136	46,417,405
Equipment	32,950,282	31,154,395	1,795,887
Vehicles	650,606	376,021	274,585
	137,275,285	87,311,552	49,963,733

	2003		
	Cost $	Accumulated amortization $	Net book value $
Land	1,475,856	-	1,475,856
Building	89,291,745	52,616,535	36,675,210
Equipment	32,658,094	30,530,045	2,128,049
Vehicles	526,585	328,175	198,410
	123,952,280	83,474,755	40,477,525

Capital assets include work-in-progress on buildings of $246,852 (2003 - $4,810,602) and equipment of $54,616 (2003 - $296,129). Amortization will not commence on these assets until construction is complete.

7. DEFERRED REVENUE

	2004			
	Beginning balance $	Amounts received $	Amounts recognized as revenue $	Ending balance $
Infrastructure	-	1,879,061	(918,593)	960,468
One time grant – 2003	273,702	-	(273,702)	-
Infrastructure Maintenance Program	607,511	584,258	(1,087,183)	104,586
Transportation fees	-	188,554	-	188,554
International Services tuition/fees	1,328,619	880,984	(1,328,619)	880,984
Alberta Initiative for School Improvement	370,567	418,039	(370,567)	418,039
Other deferred revenue	92,012	151,473	(154,508)	88,977
	2,672,411	4,102,369	(4,133,172)	2,641,608

7. DEFERRED REVENUE (CONTINUED)

	2003			
	Beginning balance **$**	**Amounts received** **$**	**Amounts recognized as revenue** **$**	**Ending balance** **$**
One time grant – 2002	288,049	-	(288,049)	-
One time grant – 2003	-	804,394	(530,692)	273,702
Infrastructure Maintenance Program	1,466,411	-	(858,900)	607,511
Block Modernization Funds	427,552	-	(427,552)	-
International Services tuition/fees	965,620	2,704,241	(2,341,242)	1,328,619
Alberta Initiative for School Improvement	-	370,567	-	370,567
Other deferred revenue	79,105	89,578	(76,671)	92,012
	3,226,737	3,968,780	(4,523,106)	2,672,411

In 2003, Alberta Infrastructure announced and provided one-time funding of $804,394 to address utility cost pressures in Plant Operations and Maintenance (PO&M) for school buildings. These funds can be applied in fiscal 2003 or 2004 school years at the Division's discretion. In fiscal 2004 the Division recognized $273,702 of these funds as revenue (2003 - [illegible]0,692).

In 2002, Alberta Learning announced and provided one-time funding equal to approximately 3% of an identified list of grants provided to the Division in fiscal 2002 to support initiatives related to the fiscal 2003 school year. These funds were fully expended in fiscal 2003.

8. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the Division have been deferred until expended at which time they are transferred to unamortized capital allocations. Details of the changes in the deferred capital allocations account are as follows:

	2004 **$**	**2003** **$**
Beginning balance	**6,136,682**	552,194
Add allocations received and receivable during the year	**1,994,002**	9,054,456
Less expended capital allocations	**(8,004,043)**	(3,469,968)
Ending balance	**126,641**	6,136,682

August 31, 2004

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations relate to capital funds received and used for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. The changes in the unamortized capital allocations balance for the period are as follows:

	2004 $	2003 $
Beginning balance	**24,999,283**	21,272,671
Add expended capital allocations received to acquire capital assets	**8,004,043**	3,469,968
Add capital allocations received to repay long-term debt	**2,299,132**	2,476,624
Less amount amortized to revenue	**(2,492,685)**	(2,219,980)
Ending balance	**32,809,773**	24,999,283

10. LONG-TERM DEBT

	2004 $	2003 $
Debentures, interest rates ranging from 5.75% to 12.0% and maturity dates ranging from 2005 to 2023	**9,256,154**	11,642,526
Term loan, monthly principal and interest payments of $64,485, 5.06% interest rate, due May 1, 2014	**5,945,747**	
Capital loan, annual principal payments of $8,481, due July 31, 2005	**8,481**	14,930
Capital loan, annual principal payments of $14,810, due November 12, 2003		14,810
Demand loan, interest at prime (4.75%) less 0.5%, due April 30, 2004	-	768,000
	15,210,382	12,440,226
Less: Current portion	**(2,736,439)**	(3,176,418)
	12,473,943	9,263,808

The debentures are fully supported by the Province of Alberta with the exception of two debentures in the amounts of $828,400 (2003 - 872,000) each. All other loans are unsupported.

10. LONG-TERM DEBT (CONTINUED)

The Division has pledged as security for the term loan a general assignment of book debts including a specific assignment of those from Ameresco Canada. The Division has pledged as security on the capital loan the related equipment.

On May 3, 2004, the Division converted the demand loan held to the non-revolving term loan with the same lender. The total outstanding amount of the demand loan at the time of the conversion was $6,063,000. To manage its future interest rate obligations, the Division entered into an agreement with the lender to fix the interest rate on conversion at 5.06%. Term loan proceeds are restricted in use on the Division's building energy retrofit capital project. At August 31, 2004, $5,329,800 of the original loan proceeds of $6,063,000 has been used to offset expenditures on the project. As a result, the Division has long term restricted cash at August 31, 2004 of $733,200.

The annual repayments of long-term debt required over each of the next five years and thereafter are as follows:

	$
2005	**2,736,439**
2006	**2,336,689**
2007	**1,825,529**
2008	**1,310,163**
2009	**972,485**
Thereafter	**6,029,077**
	15,210,382

The Division has a $5,000,000 revolving credit facility available for operations and $3,000,000 credit facility used to secure corporate credit cards with a major bank. Both facilities bear interest annually when drawn of prime less 0.5% and are due on demand. At August 31, 2004, nil was drawn on either facility (2003 - nil).

11. COMMITMENTS

a) The Division has commitments with respect to operating leases for premises, land and equipment as follows:

	$
2005	249,954
2006	249,299
2007	221,821
2008	128,365
2009	23,400
Thereafter	335,400
	1,208,239

b) The Division has committed to complete an energy efficiency retrofit project on the Division's school buildings which is scheduled to be completed in early fiscal 2005. Total cost of the project is expected to be approximately $6,063,000 of which $5,690,771 has been incurred to August 31, 2004. This project is being funded by a term loan (see note 10).

12. STUDENT HEALTH INITIATIVE PARTNERSHIP

The Student Health Initiative (SHI or Partnership) is directed to the enhancement of services for children with special needs. It is a partnership of four major sectors – Education, Health, Mental Health, and Children's Services at the community, regional and provincial levels. The Division has been appointed as "Banker" for the Partnership. As the Banker, funds have been treated as restricted Trust Funds, and are received and disbursed on behalf of the Partnership. Only SHI funds spent by the Division as a partner have been recorded in the Instruction program along with matching revenue. As a service provider within SHI, funds in the amount of $166,612 have been recorded in the Instruction program. As Banker, SHI funds in the amount of $111,864 relating to administration have been recorded in the External Services program along with matching revenue.

13. CONTINGENT LIABILITIES

In the ordinary course of operations various claims and lawsuits are brought against the Division. The ultimate settlement of such matters is not expected to be significant to the overall financial position of the Division.

14. BUDGET AMOUNTS

The budget was prepared by Division administration and was approved by the Board of Trustees. Budget amounts are presented for information purposes only and have not been audited.

School Jurisdiction Code: 2195

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$80,248,581	$4,720,103	$75,528,478						
(2) Support block	$10,442,829				$6,649,454			$3,793,375	
(3) Instruction & support block reallocations	$0	($138,672)	($303,534)		($25,029)			$0	$467,235
(4) Alberta Initiative for School Improvement (AISI)	$1,867,488	$0	$1,867,488						
(5) Student Health Initiative (SHI)	$278,476	$0	$166,612						$111,864
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$3,470,000	$104,100	$3,331,200					$34,700	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$894,111	$0	$894,111	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$97,201,485	$4,685,531	$81,484,355	$0	$6,624,425			$3,828,075	$579,099
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$1,404,038			$1,404,038					
(13) Operations & Maintenance support	$9,172,805			$9,172,805					
(14) Operations & Maintenance support (One-Time)	$273,702			$273,702					
(15) **Total Alberta Infrastructure Revenue**	$10,850,545			$10,850,545					
(16) **Alberta Finance**	$905,782			$905,782					$0
(17) **Other - Government of Alberta**	$270,309	$0	$270,309	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$848	$0	$848	$0	$0			$0	$0
(19) **Other Alberta school authorities**	$195,260	$0	$195,260	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$9,082	$0	$9,082	$0	$0			$0	$0
(22) **Instruction resource fees**	$862,139	$0	$862,139						
(23) **Transportation fees**	$157,711				$157,711				
(24) **Other sales and services**	$4,593,558	$13,235	$378,374	$113,329	$0			$106,663	$3,981,957
(25) **Investment income**	$306,054	$0	$304,149	$0	$0			$0	$1,905
(26) **Gifts and donations**	$6,268	$0	$6,268	$0	$0				$0
(27) **Rentals of facilities**	$147,328		$0	$147,328	$0			$0	$0
(28) **Net school generated funds**	$777,586	$0	$777,586	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$0		$0	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$2,492,685		$104,192	$2,388,493	$0				$0
(31) **TOTAL REVENUES**	$118,776,640	$4,698,766	$84,392,562	$14,405,477	$6,782,136			$3,934,738	$4,552,961
EXPENSES									
(32) **Certificated salaries**	$61,156,253	$1,953,364	$57,809,732				$647,471	$647,471	$745,686
(33) **Certificated benefits**	$6,382,206	$210,689	$6,076,966				$37,995	$37,995	$56,556
(34) **Uncertificated salaries and wages**	$17,271,628	$1,466,306	$10,748,844	$1,942,681	$339,698	$183,093	$2,195,103	$2,378,196	$395,903
(35) **Uncertificated benefits**	$3,670,110	$320,035	$2,429,099	$387,362	$67,306	$5,652	$401,257	$406,909	$59,399
(36) **SUB - TOTAL**	$88,480,197	$3,950,394	$77,064,641	$2,330,043	$407,004	$188,745	$3,281,826	$3,470,571	$1,257,544
(37) **Services, contracts & supplies**	$24,482,309	$594,002	$5,386,435	$8,550,274	$6,656,590	$100,519	$731,123	$831,642	$2,463,366
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	($751,894)	($54,500)	($55,523)	$0	($127,357)	($127,357)	$989,274
(39) **Net school generated funds**	$777,586	$0	$777,586	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$2,492,685	$0	$104,192	$2,388,493	$0		$0	$0	$0
(41) Unsupported	$1,344,112	$11,029	$514,106	$585,815	$14,929	$829	$185,763	$186,592	$31,641
(42) Total Amortization	$3,836,797	$11,029	$618,298	$2,974,308	$14,929	$829	$185,763	$186,592	$31,641
Interest on capital debt									
(43) Supported	$905,782	$0	$0	$905,782	$0		$0	$0	$0
(44) Unsupported	$200,266	$0	$0	$99,571	$0		$100,695	$100,695	$0
(45) Other interest charges	$1,227	$0	$0	$0	$0		$1,227	$1,227	$0
(46) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$118,684,164	$4,555,425	$83,095,066	$14,805,478	$7,023,000	$290,093	$4,173,277	$4,463,370	$4,741,825
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$92,476	$143,341	$1,297,496	($400,001)	($240,864)			($528,632)	($178,864)

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$44,366,789	$5,880,079	$843,359	$3,763,161	$1,561,081	$1,340,494	$54,769	$57,809,732
Certificated benefits	$4,645,079	$612,872	$85,441	$413,948	$171,719	$139,949	$7,958	$6,076,966
Uncertificated salaries and wages	$3,237,656	$3,095,182	$261,920	$712,888	$3,332,359	$25,591	$83,248	$10,748,844
Uncertificated benefits	$792,105	$713,195	$53,836	$149,705	$699,751	$5,294	$15,213	$2,429,099
SUB - TOTAL REMUNERATION	$53,041,629	$10,301,328	$1,244,556	$5,039,702	$5,764,910	$1,511,328	$161,188	$77,064,641
Services, contracts & supplies	$3,220,441	$1,003,320	$554,734	$159,141	$132,322	$311,053	$5,424	$5,386,435
Cost recoveries & transfers	($792,102)	($4,899)		$0	$0	$45,107	$0	($751,894)
Net school generated funds	$777,586							$777,586
Amortization of capital assets								
Supported	$104,192	$0	$0					$104,192
Unsupported	$469,891	$40,124	$4,091					$514,106
Total Amortization	$574,083	$40,124	$4,091					$618,298
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$0	$0						$0
TOTAL EXPENSES	$56,821,637	$11,339,873	$1,803,381	$5,198,843	$5,897,232	$1,867,488	$166,612	$83,095,066
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	0.0			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$67,375,566	$6,259,411	$2,046,068	($303,534)	$75,377,511	$61,009,395	$14,368,116
School Admin & Instruction Support Expenses						$11,339,873	($11,339,873)
System Instruction Support Expenses						$1,803,381	($1,803,381)
Total Basic Instruction	$67,375,566	$6,259,411	$2,046,068	($303,534)	$75,377,511	$74,152,649	$1,224,862
Sub-Programs & Initiatives							
Severely Disabled	$5,469,223	$0	$0		$5,469,223	$5,897,232	($428,009)
English as a Second Language	$60,352				$60,352	$59,022	$1,330
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$51,646				$51,646	$51,646	$0
Sparsity & Distance	$361,288				$361,288		$361,288
Growth & Density	$446,490				$446,490		$446,490
Teacher Assistants Program	$283,851				$283,851	$283,851	$0
Early Literacy Initiative (K-2)	$505,117				$505,117	$507,580	($2,463)
Learning Resources Credit & Resources for the Classroom	$147,373	$0	$862,139		$1,009,512	$1,312,629	($303,117)
Technology Integration	$658,680		$0		$658,680	$658,680	$0
French Language Program & Francisation (all jurisdictions)	$105,913		$0		$105,913	$108,798	($2,885)
Home Education	$62,979		$0		$62,979	$62,979	$0
Total Sub-Programs & Initiatives	$8,152,912		$862,139		$9,015,051	$8,942,417	$72,634
INSTRUCTION, GRADES 1-12	$75,528,478	$6,259,411	$2,908,207	($303,534)	$84,392,562	$83,095,066	$1,297,496

School Jurisdiction Code: 2195

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$79,589,901
Support Block - Transportation	$6,649,454
SUBTOTAL	$86,239,355
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$9,172,805
Teacher Salary Enhancement	$3,470,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$270,309
Federal government/First Nations	$848
Other Alberta school authorities	$195,260
Out of province local authorities	$0
Alberta municipalities	$9,082
Other sales and services	$4,593,558
Interest on investments	$306,054
Rentals of facilities	$147,328
Gains on disposal of capital assets	$0
Amortization of capital allocations	$2,492,685
School generated funds (Schedule E)	$6,013,157
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$112,910,441**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$4,516,418
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$4,516,418**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$4,463,370
PLUS: transfers to Restricted - Operating (Board/System Administration)	$334,357
LESS: transfers from Restricted - Operating (Board/System Administration)	-$283,478
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$4,514,249
Maximum Expense Limit for Board & System Administration (Step 3)	$4,516,418
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$2,169

School Jurisdiction Code: 2195

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$2,092,007
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$6,013,157	
Less: SGF - related cost recoveries (Note 3)	$5,391,888	
- capitalized at the District level (Note 4)	$0	
Net Total	$621,269	
Plus: Donations Received (Note 5)	$214,677	
Equals: Net Additions to SGF		$835,946
Net SGF Available for discretionary spending		$2,927,953
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$777,586
Unexpended SGF - Closing Balance August 31, 2004		$2,150,367

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 2195

SCHEDULE F to the AFS

Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$0	$1,374,182	$0	$193,221	$375,278	$1,942,681		$1,942,681
Uncertificated benefits	$0	$273,583	$0	$39,252	$74,527	$387,362		$387,362
Sub-total Remuneration	$0	$1,647,765	$0	$232,473	$449,805	$2,330,043		$2,330,043
Contracted Services	$2,578,901	$779,456	$8,253	$1,380,994	$812,905	$5,560,509		$5,560,509
Supplies	$121,145	$351,797	$0	$0	$63,453	$536,395		$536,395
Electricity			$1,116,376			$1,116,376		$1,116,376
Natural Gas/Heating Fuel			$955,787			$955,787		$955,787
Sewer and Water			$146,401			$146,401		$146,401
Telecommunications			$34,606			$34,606		$34,606
Insurance					$200,200	$200,200		$200,200
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$2,388,493	$2,388,493
Unsupported						$585,815		$585,815
Total Amortization						$585,815	$2,388,493	$2,974,308
Interest on capital debt								
Supported							$905,782	$905,782
Unsupported				$0		$99,571		$99,571
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						($54,500)		($54,500)
TOTAL EXPENSES	$2,700,046	$2,779,018	$2,261,423	$1,613,467	$1,526,363	$11,511,203	$3,294,275	$14,805,478
SQUARE METRES								
School Buildings								187,065.0
Non School Buildings								5,791.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	0.0	0.0						

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment clean and safe.

Maintenance: All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications.

Expensed IMP & Portable Relocations: All expenses associated with non-capital activities related to Infrastructure Maintenance Program (IMP) and portable relocations.

Facility Planning & Operations Maintenance: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

School Jurisdiction Code 2195

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Maureen Towns	1.0	$24,750	$839	$779			$26,368	$0
Name		0.0	$0	$0	$0			$0	$0
Other Board Members									
Name	Pat McLauchlan	1.0	$22,050	$757	$1,438			$24,245	$0
Name	Wayne Effa	1.0	$17,618	$628	$1,957			$20,203	$0
Name	Lynda McLellan	1.0	$18,000	$692	$3,500			$22,192	$0
Name	William Gordon	1.0	$18,000	$609	$1,000			$19,609	$0
Name	Bonnie Riddell	1.0	$18,000	$609	$1,000			$19,609	$0
Name	Patricia Sprague	1.0	$18,000	$572	$1,000			$19,572	$0
Name	Roxanne Tiessen	1.0	$18,000	$576	$0			$18,576	$0
Name	Lynn Patterson	1.0	$18,000	$121	$0			$18,121	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*9.0*	*$172,418*	*$5,403*	*$10,674*			*$188,495*	*$0*
Superintendent	Rob McPhee	1.0	$152,894	$9,579	$6,000	$0	$0	$168,473	$7,377
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Sylvia Laarhuis	1.0	$55,057	$8,272	$0	$0	$0	$63,329	$1,597
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Brian Smith	1.0	$125,584	$16,780	$0	$0	$0	$142,364	$4,990
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		894.5	$60,925,233	$6,372,627	$72,126	$0	$0	$67,369,986	
Uncertificated Salaries & Wages		519.0	$16,907,895	$3,639,655	$0	$0	$0	$20,547,550	
TOTALS			$78,339,081	$10,052,316	$88,800	$0	$0	$88,480,197	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual)

School Jurisdiction Code 0048

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION No. 2
Legal Name of School Jurisdiction

Box 4265 Spruce Grove, Alberta T7X 3B4
Mailing Address

780-962-5627 780-962-4664
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION No. 2
(Legal Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Gerald Bernakevitch	"ORIGINAL SIGNED"
Name	Signature

SUPERINTENDENT

Mel J. Malowany	"ORIGINAL SIGNED"
Name	Signature

SECRETARY TREASURER OR TREASURER

Jacqueline Gilbert	"ORIGINAL SIGNED"
Name	Signature

8-Nov-04
Board-approved Release Date

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

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AUDITORS' REPORT

To the Board of Trustees
Evergreen Catholic Separate Regional Division No. 2

We have audited the statement of financial position of Evergreen Catholic Separate Regional Division No. 2 as at August 31, 2004 and the statements of revenues and expenses, cash flows and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an audit opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2004 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Hawkings Epp Dumont LLP

Edmonton, Alberta
October 12, 2004

HAWKINGS EPP DUMONT LLP
Chartered Accountants

Founding Partners
F.J. Bruha, CA (Deceased)
A.W. Whelan, CA (Retired)

Stony Plain Office
Phone (780) 963-2727
Fax (780) 963-1294
Email: email@hawkings.com

*Professional Corporation

School Jurisdiction Code: 0048

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2004	2003
ASSETS			
Current assets			
Cash and temporary investments		$3,181,795	$8,303,839
Accounts receivable (net after allowances)		$2,729,213	$1,075,858
Prepaid expenses		$171,788	$149,370
Other current assets		$0	$0
Total current assets		$6,082,796	$9,529,067
School generated assets		$251,862	$181,418
Trust assets		$154,544	$133,655
Long term accounts receivable		$0	$0
Long term investments		$0	$0
Capital assets			
Land		$775,883	$775,883
Buildings	$31,062,470		
Less: accumulated amortization	($8,223,104)	$22,839,366	$20,440,482
Equipment	$2,869,949		
Less: accumulated amortization	($1,951,513)	$918,436	$817,879
Vehicles	$23,495		
Less: accumulated amortization	($4,699)	$18,796	$47,715
Total capital assets		$24,552,481	$22,081,959
TOTAL ASSETS		$31,041,683	$31,926,099
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities		$1,674,394	$2,743,848
Deferred revenue		$71,278	$127,773
Deferred capital allocations		$1,955,515	$4,440,154
Current portion of all long term debt		$521,945	$560,946
Total current liabilities		$4,223,132	$7,872,721
School generated liabilities		$251,862	$181,418
Trust liabilities		$154,544	$133,655
Employee future benefits liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$4,911,744	$5,472,691
Less: Current portion of supported debt		($521,945)	($560,946)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$18,249,470	$15,125,067
Total long term liabilities		$23,045,675	$20,351,885
TOTAL LIABILITIES		$27,268,807	$28,224,606
NET ASSETS			
Unrestricted net assets		$530,673	$351,803
Operating Reserves		$1,190,930	$1,110,714
Accumulated Operating Surplus (Deficit)		$1,721,603	$1,462,517
Investment in capital assets		$1,391,273	$1,484,203
Capital Reserves		$660,000	$754,773
Total Capital Funds		$2,051,273	$2,238,976
Total net assets		$3,772,876	$3,701,493
TOTAL LIABILITIES AND NET ASSETS		$31,041,683	$31,926,099

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 0048

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	$12,216,511	$11,836,502	$11,432,328
Alberta Infrastructure	$1,713,741	$1,469,631	$1,541,005
Alberta Finance	$518,088	$582,633	$619,752
Other Government of Alberta	$1,986	$0	$9,165
Federal Government and/or First Nations	$28,361	$22,343	$32,985
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities	$0	$0	$0
Instruction resource fees	$146,266	$137,648	$131,240
Transportation fees	$0	$0	$0
Other sales and services	$82,471	$2,000	$61,357
Investment income	$69,860	$8,001	$72,121
Gifts and donations	$519	$0	$0
Rentals of facilities	$0	$0	$0
Net school generated funds	$150,481	$81,500	$159,788
Gains on disposal of capital assets	$1,400	$0	$3,551
Amortization of capital allocations	$1,055,633	$564,878	$671,902
Total Revenues	$15,985,317	$14,705,136	$14,735,194
EXPENSES			
Certificated salaries	$8,584,349	$8,322,837	$8,151,376
Certificated benefits	$938,620	$1,020,409	$911,078
Uncertificated salaries and wages	$1,752,451	$1,693,193	$1,688,365
Uncertificated benefits	$389,514	$267,287	$333,023
Services, contracts and supplies	$2,312,461	$2,262,826	$2,067,716
Net school generated funds	$150,481	$81,500	$159,788
Capital and debt services			
Amortization of capital assets			
Supported	$1,055,633	$564,878	$671,902
Unsupported	$188,581	$30,270	$222,256
Total Amortization of capital assets	$1,244,214	$595,148	$894,158
Interest on capital debt			
Supported	$512,926	$582,633	$619,752
Unsupported	$0	$0	$0
Total Interest on capital debt	$512,926	$582,633	$619,752
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$28,918	$0	$0
Total Expenses	$15,913,934	$14,825,833	$14,825,256
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM	$71,383	($120,697)	($90,062)
Unrestricted revenues used for capital purposes	$0	$0	$0
Extraordinary Item	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$71,383	($120,697)	($90,062)

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

School Jurisdiction Code: 0048

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2004	2003
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$71,383	($90,062)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($1,055,633)	($671,902)
Total amortization expense	$1,244,214	$894,158
Gains on disposal of capital assets	($1,400)	($3,551)
Losses on sale of capital assets	$28,918	$0
Changes in accrued accounts:		
Accounts receivable	($1,653,355)	($243,709)
Prepaids and other current assets	($22,418)	$61,564
Long term accounts receivable	$0	$0
Long term investments	$0	$0
Payables and accrued liabilities	($1,069,454)	$1,059,385
Deferred revenue	($56,495)	($182,403)
Employee future benefits	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Operations	($2,514,240)	$823,480
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($3,613,266)	($7,244,633)
Equipment	($374,493)	($284,245)
Vehicles	$0	$0
Net proceeds from disposal of capital assets	$1,405	$3,551
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($3,986,354)	($7,525,327)
C. FINANCING ACTIVITIES		
Capital allocations received	$1,378,551	$1,748,045
Issue of long term debt	$0	$0
Repayment of long term debt	($560,947)	($560,946)
Add back: supported portion	$560,946	$560,946
Other (describe)	$0	$0
Total sources (uses) from Financing activities	$1,378,550	$1,748,045
Net sources (uses) of cash equivalents* during year	($5,122,044)	($4,953,802)
Cash Equivalents at the beginning of the year	$8,303,839	$13,257,641
Cash Equivalents at the end of the year	$3,181,795	$8,303,839

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtnessness.

Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

School Jurisdiction Code: 0048

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
					RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	*Unsupported* Operating Reserves	*Unsupported* Capital Reserves	Unsupported O & M Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported *Capital* Reserves	Unsupported *Operating* Reserves	Unsupported Capital Reserves	Unsupported *Operating* Reserves	Unsupported *Capital* Reserves
Balance at August 31, 2003	$3,701,493	$1,484,203	$351,803	$1,865,487	$525,579	$315,941	$345,339	$343,494	$239,796	$72,038	$0	$23,300	$0	$0
Prior period adjustments (describe)														
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug.31, 2003	$3,701,493	$1,484,203	$351,803	$1,865,487	$525,579	$315,941	$345,339	$343,494	$239,796	$72,038	$0	$23,300	$0	$0
Surplus(def) of revenue over expenses	$71,383		$71,383											
Board funded capital transactions		$124,569	($124,569)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0												
Amortization of capital assets		($1,244,214)	$1,[illegible]4,214											
Amortization of capital allocations		$1,055,633	($1,055,633)											
Disposal of unsupported capital assets	$0	($28,9	$28,918	$0		$0		$0		$0		$0		$0
Disposal of supported capital assets-unsupported portion	$0	$0	$0			$0		$0		$0		$0		$0
Debt principal payments (unsupported)		$0	$0											
Net transfers to operating reserves			($421,313)	$421,313	$382,909		$0		$58,404		$0		$0	
Net transfers from operating reserves			$341,097	($341,097)	($308,357)		($32,740)		$0		$0		$0	
Net transfers to capital reserves			($68,659)	$68,659		$50,059		$15,000		$3,600		$0		$0
Net transfers from capital reserves			$163,432	($163,432)		($125,000)		($9,494)		($5,638)		($23,300)		$0
Balance at August 31, 2004	$3,772,876	$1,391,273	$530,673	$1,850,930	$580,131	$241,000	$312,599	$349,000	$298,200	$70,000	$0	$0	$0	$0

School Jurisdiction Code: 0048

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2004

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003		$4,440,154	$15,125,067
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$1,233,456	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Other sources	$0	
Interest earned on provincial government capital allocations		$56,511	
Other capital grants and donations		$0	
Proceeds on disposal of supported capital assets		$88,584	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable)			$0
Current Year Debenture Principal Repayment			$560,946
Expended capital allocations - current year		($3,863,190)	$3,863,190
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$244,100
Capital allocations amortized to revenue			$1,055,633
Balance at August 31, 2004		$1,955,515	$18,249,470

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION NO. 2

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2004

1. AUTHORITY AND PURPOSE

The Division delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The Division receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The Division is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following annual rates:

Buildings	40 years
Buildings - portables	25 years
Equipment	5 years
Vehicles	5 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital funding received for asset additions is amortized over the same period as the related asset (see Note 7).

(c) School Generated Funds

School generated funds are funds in the community which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(d) Vacation Pay

Vacation pay is accrued in the period in which the benefit is earned by the employee.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $72,483 (2003 - $34,069) for the year ended August 31, 2004. At December 31, 2003, the Local Authorities Pension Plan reported an actuarial deficiency of $1,410,987,000 (2002 - deficiency of $444,980,000).

The current service and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

(f) Prepaid Expenses

Certain expenses incurred and paid for before the close of the fiscal year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(g) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(h) Financial Instruments

The Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

(i) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the Division. The funds are set aside for operating and for future capital expenditures. These reserves are appropriations of unrestricted net assets.

3. ACCOUNTS RECEIVABLE

	2004	2003
Alberta Infrastructure	$ 1,727,388	$ 112,321
Alberta municipalities	438,541	356,380
Alberta Finance	270,254	303,024
Federal government	134,508	249,469
Alberta Learning	73,855	-
Other	56,306	54,358
First Nations	28,361	306
	$ 2,729,213	$ 1,075,858

4. CAPITAL ASSETS

Buildings cost includes $341,591 (2003 - $334,769) related to the construction of Holy Spirit School in the Town of Devon. Amortization of these costs has not commenced as the school is under construction.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2004	2003
Other trade payables and accrued liabilities	$ 996,884	$ 1,980,347
Alberta Learning	395,331	376,936
Alberta Finance	270,254	303,024
Other Alberta School Jurisdictions	10,837	-
Other Province of Alberta	1,088	11,808
Alberta municipalities	-	36,899
Federal government	-	34,835
	$ 1,674,394	$ 2,743,849

6. DEFERRED REVENUE

	2004	2003
Infrastructure Maintenance Program (formerly BQRP)	$ 70,341	$ 122,710
Other	937	5,063
	$ 71,278	$ 127,773

7. DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally restricted supported capital funds provided for a specific capital purpose that have been received or are receivable by the Division but the related expenditure has not yet been made at year-end. Deferred capital allocations are not amortized until the expenditure has been made and it is at that time that the balance is transferred to unamortized capital allocation.

EVERGREEN CATHOLIC SEPARATE REGIONAL DIVISION NO. 2

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2004

8. LONG-TERM DEBT

	2004	2003
Balance, Beginning of Year	$ 5,472,690	$ 6,033,636
Less: Repayments During the Year	(560,946)	(560,946)
	4,911,744	5,472,690
Less: Current Portion	(521,945)	(560,946)
Balance, End of Year	$ 4,389,799	$ 4,911,744

The debentures are held with Alberta Capital Finance Authority, bear interest at rates ranging from 7.625% to 12.0% and are fully supported by the Province of Alberta.

The following annual payments of principal are due on long-term debt:

2005	$ 521,945
2006	496,230
2007	496,230
2008	472,571
2009	421,646
2010 to maturity	2,503,122
	$ 4,911,744

9. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally restricted supported capital funds that have been spent, but have to be amortized over the useful life of the applicable capital asset to which the restricted capital allocations apply. Unamortized capital allocations are increased by transfers of previously deferred capital allocations which are now spent, as well as fully-supported debentured capital funds, as the principal is repaid.

10. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the Division for the following:

	2004	2003
Deferred salary leave plans	$ 94,297	$ 74,729
Professional improvement leave plan	60,247	58,926
	$ 154,544	$ 133,655

11. COMMITMENTS

The Division is committed to an office lease agreement with the Catholic Archdiocese of Edmonton which expires June 30, 2012. Annual lease payments of $22,000 are required during the term of the lease. The Division has prepaid lease payments up to and including June 2007.

12. CONTINGENCIES

The Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represent equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset which the Division can liquidate.

13. ECONOMIC DEPENDENCE

The Division's primary source of revenue is received from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

14. BUDGET FIGURES

The budget was prepared by the Division and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004

School Jurisdiction Code: [illegible]

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration: Board Governance	Board & System Administration: System Administration	Board & System Administration: Total Board & System Admin	External Services
Alberta Learning allocations									
(1) Instruction block	$10,783,199	$464,562	$10,318,637						
(2) Support block	$704,369				$0			$704,369	
(3) Instruction & support block reallocations	$0	$0	$0		$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$255,000	$0	$255,000						
(5) Student Health Initiative (SHI)	$5,943	$0	$5,943						$0
(6) Supernet Access	$0		$0					$0	
(7) Teacher Salary Enhancement (TSE)	$468,000	$13,708	$446,292					$8,000	$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Regional Assessment Services (4 boards only)	$0								$0
(10) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(11) **Total Alberta Learning Revenue**	$12,216,511	$478,270	$11,025,872	$0	$0			$712,369	$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	$212,585			$212,585					
(13) Operations & Maintenance support	$1,501,156			$1,501,156					
(14) Operations & Maintenance support (One-Time)	$0			$0					
(15) **Total Alberta Infrastructure Revenue**	$1,713,741			$1,713,741					
(16) **Alberta Finance**	$518,088			$518,088					$0
(17) **Other - Government of Alberta**	$1,986	$0	$1,986	$0	$0			$0	$0
(18) **Federal Government and/or First Nations**	$28,361	$0	$23,796	$2,960	$0			$1,605	$0
(19) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(20) **Out of province authorities**	$0	$0	$0	$0	$0			$0	$0
(21) **Alberta municipalities**	$0	$0	$0	$0	$0			$0	$0
(22) **Instruction resource fees**	$146,266	$9,456	$136,810						
(23) **Transportation fees**	$0				$0				
(24) **Other sales and services**	$82,471	$0	$50,100	$8,438	$0			$15,475	$8,458
(25) **Investment income**	$69,860	$0	$57,072	$7,564	$0			$5,224	$0
(26) **Gifts and donations**	$519	$0	$519	$0	$0				$0
(27) **Rentals of facilities**	$0		$0	$0	$0			$0	$0
(28) **Net school generated funds**	$150,481	$0	$150,481	$0	$0			$0	$0
(29) **Gains on disposal of capital assets**	$1,400		$1,400	$0	$0			$0	$0
(30) **Amortization of capital allocations**	$1,055,633		$100,346	$955,287	$0				$0
(31) **TOTAL REVENUES**	$15,985,317	$487,726	$11,548,382	$3,206,078	$0			$734,673	$8,458
EXPENSES									
(32) **Certificated salaries**	$8,584,349	$246,191	$8,165,098				$165,139	$165,139	$7,921
(33) **Certificated benefits**	$938,620	$27,312	$898,737				$12,034	$12,034	$537
(34) **Uncertificated salaries and wages**	$1,752,451	$67,712	$885,113	$583,149	$0	$52,735	$163,742	$216,477	$0
(35) **Uncertificated benefits**	$389,514	$13,088	$191,992	$133,016	$0	$18,106	$33,312	$51,418	$0
(36) **SUB - TOTAL**	$11,664,934	$354,303	$10,140,940	$716,165	$0	$70,841	$374,227	$445,068	$8,458
(37) **Services, contracts & supplies**	$2,312,461	$15,881	$1,047,486	$1,039,404	$0	$71,633	$138,057	$209,690	$0
(38) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) **Net school generated funds**	$150,481	$0	$150,481	$0	$0	$0	$0	$0	$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	$1,055,633	$0	$100,346	$955,287	$0		$0	$0	$0
(41) Unsupported	$188,581	$0	$155,216	$15,638	$0	$0	$17,727	$17,727	$0
(42) Total Amortization	$1,244,214	$0	$255,562	$970,925	$0	$0	$17,727	$17,727	$0
Interest on capital debt									
(43) Supported	$512,926	$0	$0	$512,926	$0		$0	$0	$0
(44) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) Other interest charges	$0	$0	$0	$0	$0		$0	$0	$0
(46) Losses on disposal of capital assets	$28,918	$0	$28,918	$0	$0	$0	$0	$0	$0
(47) **TOTAL EXPENSES**	$15,913,934	$370,184	$11,623,387	$3,239,420	$0	$142,474	$530,011	$672,485	$8,458
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	$71,383	$117,542	($75,005)	($33,342)	$0			$62,188	$0

School Jurisdiction Code: 0048

SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$6,001,045	$613,416	$86,682	$796,089	$443,334	$224,532	$0	$8,165,098
Certificated benefits	$652,704	$60,966	$8,425	$97,852	$54,092	$24,698	$0	$898,737
Uncertificated salaries and wages	$226,077	$275,228	$0	$0	$377,808	$0	$6,000	$885,113
Uncertificated benefits	$54,921	$73,741	$0	$0	$63,330	$0	$0	$191,992
SUB - TOTAL REMUNERATION	$6,934,747	$1,023,351	$95,107	$893,941	$938,564	$249,230	$6,000	$10,140,940
Services, contracts & supplies	$839,175	$74,579	$7,036	$40,490	$78,562	$7,644	$0	$1,047,486
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$150,481							$150,481
Amortization of capital assets								
Supported	$100,346	$0	$0					$100,346
Unsupported	$155,216	$0	$0					$155,216
Total Amortization	$255,562	$0	$0					$255,562
Interest on capital debt								
Supported	$0	$0						$0
Unsupported	$0	$0						$0
Other interest charges	$0	$0						$0
Losses on disposal of capital assets	$28,918	$0						$28,918
TOTAL EXPENSES	$8,208,883	$1,097,930	$102,143	$934,431	$1,017,126	$256,874	$6,000	$11,623,387
FTE Certificated				12.2	6.7			
FTE Uncertificated				0.0	18.6			

SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$9,583,249	$629,245	$385,700	$0	$10,598,194	$8,673,416	$1,924,778
School Admin & Instruction Support Expenses						$1,097,930	($1,097,930)
System Instruction Support Expenses						$102,143	($102,143)
Total Basic Instruction	$9,583,249	$629,245	$385,700	$0	$10,598,194	$9,873,489	$724,705
Sub-Programs & Initiatives							
Severely Disabled	$413,505	$0	$0		$413,505	$1,017,126	($603,621)
English as a Second Language	$2,208				$2,208	$5,000	($2,792)
Enhanced Opportunities	$0				$0	$0	$0
First Nations, Metis, and Inuit Education	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$9,495				$9,495		$9,495
Growth & Density	$73,489				$73,489		$73,489
Teacher Assistants Program	$42,650				$42,650	$45,000	($2,350)
Early Literacy Initiative (K-2)	$75,759				$75,759	$70,000	$5,759
Learning Resources Credit & Resources for the Classroom	$20,644	$77,990	$136,810		$235,444	$418,272	($182,828)
Technology Integration	$91,388		$0		$91,388	$185,000	($93,612)
French Language Program & Francisation (all jurisdictions)	$5,107		$0		$5,107	$8,000	($2,893)
Home Education	$1,143		$0		$1,143	$1,500	($357)
Total Sub-Programs & Initiatives	$735,388		$136,810		$950,188	$1,749,898	($799,710)
INSTRUCTION, GRADES 1-12	$10,318,637	$707,235	$522,510	$0	$11,548,382	$11,623,387	($75,005)

School Jurisdiction Code: 0048

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	$10,691,811
Support Block - Transportation	$0
SUBTOTAL	$10,691,811
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	$1,501,156
Teacher Salary Enhancement	$468,000
Other Alberta Learning revenues (Describe)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$1,986
Federal government/First Nations	$28,361
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$82,471
Interest on investments	$69,860
Rentals of facilities	$0
Gains on disposal of capital assets	$1,400
Amortization of capital allocations	$1,055,633
School generated funds (Schedule E)	$702,530
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	**$14,603,208**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%	5.88%
If "Total Net Enrolled Students" are 2,000 and less = 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 12 net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$858,085
Considerations for Charter Schools and Small Boards:		
If Charter School, enter 51,000	0	$0
If Francophone Board, enter 400,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$858,085**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$672,485
PLUS: transfers to Restricted - Operating (Board/System Administration)	$58,404
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$730,889
Maximum Expense Limit for Board & System Administration (Step 3)	$858,085
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$127,196

School Jurisdiction Code: 0048

SCHEDULE E to the AFS

SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		$181,418
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	$702,530	
Less: SGF - related cost recoveries (Note 3)	$481,744	
- capitalized at the District level (Note 4)	$0	
Net Total	$220,786	
Plus: Donations Received (Note 5)	$139	
Equals: Net Additions to SGF		$220,925
Net SGF Available for discretionary spending		$402,343
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		$150,481
Unexpended SGF - Closing Balance August 31, 2004		$251,862

Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.

Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment ti DJ at school dance; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch progam), or (b) collected and purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF, they are recorded as instruction resource fees. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included inSGF-related cost recoveries.

Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.

Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as aSGF-related cost recovery and subtracted out of gross SGF.

School Jurisdiction Code: 0048

SCHEDULE F to the AFS
Operations and Maintenance Program 2003-2004 Expenses

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	$470,031	$36,579	$0	$13,675	$62,864	$583,149		$583,149
Uncertificated benefits	$101,327	$13,950	$0	$0	$17,739	$133,016		$133,016
Sub-total Remuneration	$571,358	$50,529	$0	$13,675	$80,603	$716,165		$716,165
Contracted Services	$31,985	$112,028	$0	$181,606	$184,303	$509,922		$509,922
Supplies	$71,962	$10,666	$0	$0	$1,000	$83,628		$83,628
Electricity			$210,420			$210,420		$210,420
Natural Gas/Heating Fuel			$157,500			$157,500		$157,500
Sewer and Water			$9,572			$9,572		$9,572
Telecommunications			$4,374			$4,374		$4,374
Insurance					$63,988	$63,988		$63,988
Net school generated funds	$0	$0	$0	$0	$0	$0		$0
Amortization of capital assets								
Supported							$955,287	$955,287
Unsupported						$15,638		$15,638
Total Amortization						$15,638	$955,287	$970,925
Interest on capital debt								
Supported							$512,926	$512,926
Unsupported				$0		$0		$0
Other interest charges						$0		$0
Losses on disposal of capital assets						$0		$0
Cost recoveries & transfers						$0		$0
TOTAL EXPENSES	$675,305	$173,223	$381,866	$195,281	$329,894	$1,771,207	$1,468,213	$3,239,420
SQUARE METRES								
School Buildings								24,666.5
Non School Buildings								1,219.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	13.3	1.0						
Contracted Services	0.0	0.0						

Notes:

Custodial:	All expenses related to activities undertaken to keep the school environment clean and safe.
Maintenance:	All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components
Utilities & Telecommunications:	All expenses related to electricity, natural gas and other heating fuels, sewer and water, and all forms of telecommunications
Expensed IMP & Portable Relocations:	All expenses associated with non-capital activites related to Infrastructure Maintenance Program (IMP) and portable relocations
Facility Planning & Operations Maintenance:	All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, IMP (BQRP), and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations
Supported Capital & Debt Services:	All expenses related to supported capital assets amortization and interest on supported capital debt

School Jurisdiction Code: 0048

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Gerald Bernakevitch	1.0	$18,310	$4,085	$0			$22,395	$4,406
Name		0.0	$0	$0	$0			$0	$0
Other Board Members:									
Name	Joe MacLellan	1.0	$5,808	$3,651	$0			$9,459	$1,620
Name	Caren Mueller	1.0	$10,850	$2,714	$0			$13,564	$5,016
Name	Christine Sauer	1.0	$8,337	$182	$0			$8,519	$3,675
Name	Keith Shillington	1.0	$6,465	$124	$0			$6,589	$700
Name	Robert Vasseur	1.0	$5,948	$3,657	$0			$9,605	$3,164
Name	Alvin Yager	1.0	$7,016	$3,693	$0			$10,709	$2,623
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Name		0.0	$0	$0	$0			$0	$0
Subtotal		*7.0*	*$62,734*	*$18,106*	*$0*			*$80,840*	*$21,204*
Superintendent	Mel J. Malowany	1.0	$115,639	$8,513	$0	$0	$0	$124,152	$9,715
Superintendent		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Secretary/Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Board Secretary	Judy Harrington	0.7	$23,779	$6,110	$0	$0	$0	$29,889	$92
Board Secretary		0.0	$0	$0	$0	$0	$0	$0	$0
Board Treasurer	Jacqueline Gilbert	1.0	$82,334	$14,811	$0	$0	$0	$97,145	$4,617
Board Treasurer		0.0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		123.0	$8,468,710	$930,107	$0	$0	$0	$9,398,817	
Uncertificated Salaries & Wages		52.2	$1,583,604	$350,487	$0	$0	$0	$1,934,091	
TOTALS			$10,336,800	$1,328,134	$0	$0	$0	$11,664,934	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual).